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February 22, 2007

By email; Signed original by Courier

Phyllis Beaulieu Manager of Licensing Nunavut Water Board P.O. Box 119 Gjoa Haven, NU X0B 1J0 Phone: (867) 360-6338

Hello Phyllis

Sabina Silver Corporation made an application for a renewal of our Nunavut Water Board Permit regarding camp operations at Hackett River some time ago. I am writing to enquire as to whether Sabina may proceed with the construction of an ice strip on Camp Lake, at our Hackett River project in the interim period as we wait for the permit to issue. We are on an extremely tight schedule, and unless we can give our contractor an exact date for them to start construction on our strip, we will lose their services, as they will move on to another project with a firmer timeframe.

With the current state of affairs at Lupin (no stockpiling of fuel), it is imperative that we get this strip constructed immediately to allow us to re-supply the Hackett River Camp. We have a \$14,000,000 program planned for this year, and we need to be on the ground, readying camp for drilling, by March 1, 2007.

Our ice strip will use no water, as we only need to remove some snow. We would expect to have 3-4 people in camp, and propose to bring in all our potable water, so as not to draw any water, until we have our permit in place.

Please advise if this is feasible from the perspective of the Nunavut Water Board. We are under immense pressure to have the program up and running within the next week to 10 days.

Sincerely,

"Scott Burgess"
Operations Manager, Hackett River
Sabina Silver Corp.
(807)-251-3335