



August 8, 2011

Good Morning All,

On Friday August 5, Sabina Gold & Silver Corp. experienced a helicopter incident located between its Hackett and Back River Projects. Thanks to the emergency response of the pilot, there were no injuries as a result of the incident, however as a result of the incident, the helicopter was lost to a fire. The appropriate authorities were notified immediately of the incident and an investigation was initiated. It is important to note that no spills of fuel or hazardous materials were noted during the emergency response or during subsequent inspections of the area. The helicopter is currently being removed from the site and relocated to Yellowknife for an investigation administered by Transport Canada. Sabina will monitor the incident area for any environmental impacts and/or spills and will respond as outlined in our Spill Contingency Plan and Reclamation Plan as needed.

Sabina is working with our contractors and Transport Canada to assist with the on-going investigation. We are committed to our safe operations and open communications with the regulators and residents of the Kitikmeot and provide this email to alert you of the incident as we are aware of at this point.

If you have any questions or comments please do not hesitate to contact me at (604) 998-4175.

Sincerely,

A handwritten signature in black ink, appearing to read "Peter Manojlovic", written over a light blue horizontal line.

Peter Manojlovic
VP Exploration

cc: Ian Rumbolt – INAC water resources inspector
Peter Kusugak - INAC Chief Inspector
Karen Costello - Manager, INAC Minerals
Stanley Anablak – KIA lands inspector
Geoff Clark - KIA Director of Environment and Lands
Jeff Mercer – Manager, INAC Lands
Rob Eno – Govn of Nu, Director Environmental Protection
Phyllis Beaulieu – NWB

