

May 25, 2009

Attention: Phyllis Beaulieu Nunavut Water Board

Melissa Joy Indian and Northern Affairs Canada Brian Omara Indian and Northern Affairs Canada Stanley Anablak Kitikmeot Inuit Association Peter Bengts Workers' Compensation Board

RE: Temporary closure of Sabina Silver Corporation's Hackett River Camp, June 6 to July 15, 2009 NWB licence 2BE-HAK0709 INAC lease 76F/16-1-4 KIA licence KTL304C010-amended

This letter is to advise you that Sabina Silver Corporation will temporarily cease operations at the Hackett River camp on or about June 6, 2009. Operations will resume on or about July 15, 2009

Hackett River site activities are as follows: Drilling will shut down on or about May 28, 2009, marking the end of the winter drilling program for 2009. At that time, personnel will assist with camp closure and begin leaving site. Camp will be closed on or before June 6, 2009.

Camp shutdown will be treated as if it is for an overwinter shutdown. All tents will be boarded up, fuel drums will all be checked and counted, and all perishable foods will be flown out to Yellowknife for storage in freezer facilities. The phone system will remain in place in camp, though disconnected for the 5 week shut down. All medical supplies will go to Yellowknife for secure storage at Discovery Mining Services. All permits will be removed from camp on the final plane out, and taken to the Thunder Bay office. They will come back in on the first plane in July.

The project site will re-open again on or about July 15th, and operate for a period of approximately two months, with drilling commencing again in early August.

Should you require further information, please do not hesitate to call Scott Burgess, Operations Manager at Hackett River, at (807) 345-8278, ext 12 or Peter Manojlovic, Chief Geologist for Sabina, at (604) 998-4183.

Sincerely,

Scott Burgess, P. Geo. Operations Manager, Hackett River Project Sabina Silver Corp.

