



March 16, 2006

Mr. Phillippe di Pizzo  
Nunavut Water Board  
P.O. Box 119  
Gjoa Haven, NU X0B 1J0

Dear Mr. de Pizzo,

**Re: Request for Amendment: Water License NWB2HIG0506  
Wolfden Resources, High Lake Project**

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Thank you for your letter dated February 24<sup>th</sup> in which you indicated that an application for an amendment to the above noted water license would be required if the current scope, terms and conditions of the license were inadequate to meet Wolfden's needs for the proposed geotechnical drill program.

Wolfden has reviewed the license terms and conditions, in particular *Clause F.2*, in relation to the geotechnical program and has concluded that:

- 1) Drilling within 30 m of certain water bodies in addition to High Lake and Granite lake will be necessary to determine subsurface conditions under proposed damsites; and
- 2) The depths of boreholes will range between about 20 m and 300 m, and the restriction to depths no greater than 20 m as stated in Clause F.2 should be removed. It should be noted that no such depth restriction is imposed for exploration drilling where holes are commonly drilled to depths much greater than 20m.

The proposed geotechnical program for 2006 consists of drilling boreholes in the vicinity of L17, L18 (Contact Lake), L15, near the outlet of L5, and around the polishing ponds identified as L 28, L29 and L30. Some of these boreholes will likely be positioned within 30 m of the Ordinary High Water Mark of these water bodies, though it should be recognized that the final position of each borehole will be determined based on field conditions encountered at that time. Depending on the results of the 2006 drilling program, further geotechnical investigations may be required to refine the information obtained. As mentioned above, the depths of the boreholes will likely range between 20 and 300 m. For these reasons, Wolfden requests an amendment to Clause F.2 that will provide for drilling within 30 m of the OHWM of water bodies situated within the area

outlined on the attached sketch (defined on the sketch as the *area of amendment*), and that the restriction to drilling not more than 20 m depth be removed.

Attached to this letter are the completed Application form, and a cheque for \$30.00 to cover the administrative fee. It is our understanding that the Supplementary Questionnaire that was submitted with the original water license application will suffice for the purpose of this application, as no other substantive changes to the water license terms and conditions are requested.

Wolfden wishes to commence the geotechnical program as early as possible in April, and plans to start drilling in those areas that fall within the current license terms and conditions (i.e. Around High Lake, and the vicinity of the proposed camp/mill). We would very much appreciate your earliest attention to this request so that the remainder of the program for which the amendment is needed can be completed while cooler temperatures prevail and ground conditions remain frozen. If you have any questions, please direct them to myself or Kathleen Wood, Gartner Lee Ltd. (867) 633-6474 ext. 41.

Yours truly,

A handwritten signature in cursive script, appearing to read "Ian Neil".

Mr. Ian Neil, Project Manager  
Wolfden Resources Inc (778) 772-5631

Attachments:

Application form

Sketch showing requested area of amendment

Cheque