

September 26, 2001

Philippe di Pizzo Executive Director Nunavut Water Board P.O. Box 119 Gjoa Haven, NT X0E 1J0

Re: Water License NWB2HYD0001

Dear Mr. di Pizzo,

Thank you for the notice, dated September 10 2001, reminding us of the expiry of permit NWB2HYD0001 for water use and waste disposal relating to mineral exploration in the Hyde Lake area. This letter is to notify the Water Board that the exploration program permitted under the above noted license was not conducted during the authorization period. Further, Navigator does not have any current plans to conduct exploration in the Hyde Lake area and will therefore not be applying for an extension to the existing permit.

Please feel free to contact me with any questions the Board may have regarding permit NWB2HYD0001.

Yours truly,

Ken Armstrong

NAVIGATOR EXPLORATION CORP.