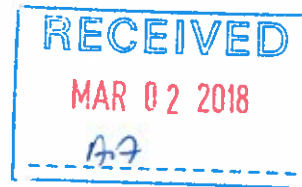




3150-1021 West Hastings Street
Vancouver, B.C. V6E 0C3
604 428 4112

23 February 2018



Karen Kharatyan, Manager of Licencing
Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU X0B 1J0
(867) 360-6338

Dear Mr. Kharatyan,

Re.: 2017 Annual Report for 2BE-KUU1721

NxGold Ltd. (NxGold; the Licensee) wishes to advise the Nunavut Water Board that no activities were undertaken under 2BE-KUU1721 in 2017. Accordingly, it is understood that submission of this letter satisfies annual water licence reporting requirements under Part B Item 2 of 2BE-KUU1721.

Sincerely,

A handwritten signature in black ink, appearing to read 'Darren Lindsay'.

Darren Lindsay
Vice President Exploration and Development