



AGNICO-EAGLE MINES LTD.
Meadowbank Division

December 5, 2007

Mr. Richard Dwyer, Licensing Administrator,
Nunavut Water Board
P.O. Box 119,
Gjoa Haven, Nunavut
X0B 1J0
Canada

Email: licensingadmin@nunavutwaterboard.org

Dear Mr. Dwyer,

Reference: Meadowbank Project – Application for a Water License For a New Exploration at the Meadowbank Project

Agnico-Eagle Mines Limited (AEM), the new owner of the Meadowbank Gold Project, plans to continue exploration at and around the Meadowbank property by conducting geophysical surveys, prospecting and diamond drilling over the next ten year period at a minimum. The current exploration camp (NWB 2BE-MEA0507) is located in the center of the proposed Meadowbank mine site and will thus be overwhelmed by the proposed mine construction and development activity. Consequently AEM proposes to relocate the current exploration camp to a new site. This “new” exploration camp would be constructed near Third Portage Lake adjacent to km 100 on the all weather private access road (AWPAR) between the Hamlet of Baker Lake and the Meadowbank site. The new camp would be approximately 65 km north of Baker Lake, constructed on Inuit owned lands (IOL BL-14) and as such is subject to land and water use approvals by the Kivalliq Inuit Association and the Nunavut Water Board.

This new exploration camp will replace the existing exploration camp. The new camp will be used to continue support in the coming years for ongoing mineral exploration efforts in the area of the Meadowbank Project, specifically to explore additional mineralised zones (PDF, Marge Bay, Pipedream Lake) located outside the identified Meadowbank ore zones.

Attached to this letter please find the following support documents for an application for a new Type B water license for this new exploration camp:

- A completed NWB Water License application form;
- A completed NWB supplementary questionnaire;
- A Project Description for the proposed new exploration camp;
- A Preliminary Closure and Reclamation plan for this new exploration camp; and

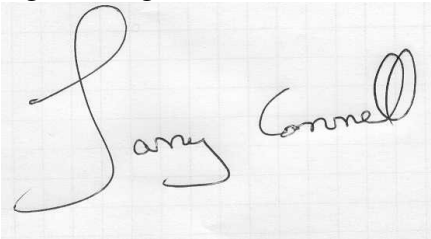
- A Spill Contingency Plan for the proposed activities at this exploration camp.

I will send the following additional application components in the hard copy to follow by Express Post:

- A cheque in the amount of \$30 to cover the NWB application fee; and
- An Executive Summary for the Project Description for this application in Inuktitut.

Should you have any questions on this information or on any other matter concerning this application, please do not hesitate to contact me.

Regards,
Agnico-Eagle Mines Ltd.

A handwritten signature in black ink on a light-colored, textured background. The signature is written in a cursive style and appears to read "Larry Connell".

Larry Connell, P. Eng.
Regional Manager of Environment, Social & Government Affairs

cc: M. Sammurtok – KIA
J. Rogers – INAC
A. Hanson - NIRB