



February 17, 2017

Ida Porter
Nunavut Water Board – Licence Administrator
PO Box 119
Gjoa Haven, NU
X0B 1J0

Re: Application for Renewal of Water License 2BE-MLL1217

Dear Ms. Porter,

Sabina Gold & Silver Corp. (Sabina) would like to request a renewal and extension to water license 2BE-MLL1217 for the Wishbone-Malley Project (the Project), Kitikmeot Region, Nunavut. Sabina is requesting a renewal of the license for a further five years from March 27th, 2017 to March 26th, 2022. A completed renewal application form is included as Attachment 1. A map showing the Project location is included as Attachment 2.

Scope of Activities Proposed Under the Water License Renewal

The renewal does not represent a change in scope for the Project. All activities as currently defined will be consistent with the activities undertaken in previous years and consistent with current authorizations.

Attachment 3 is email correspondence from the Nunavut Planning Commission (NPC) dated December 4th, 2011 confirming that the Project Proposal lies outside a planning region with an approved regional land use plan.

The first Type B Water Licence 2BE-MLL1217 for the Wishbone-Malley Project was issued in 2012. A consolidated screening of all Dundee Precious Metals Inc.'s holdings in the Beechy Lake area (inclusive of the Back River and Wishbone claim areas) was completed in 2008 under NIRB File 08EA084 (see reference to this on page 2 of the August 5, 2010 screening exemption decision by the NIRB, included as Attachment 4).

Compliance Assessment / Status Reports

The Wishbone-Malley Project was visited by the INAC Land Use Inspector in August, 2016. The inspection report (Attachment 5) did not record any issues of non-compliance.



Current Management Plans

Sabina's current environmental management plans in place for the Wishbone-Malley Project are listed in Table 1 and included as Attachments 8 – 11.

Table 1. Environmental Management Plans – Wishbone-Malley

Plan Title	Date
Abandonment and Restoration Plan	January, 2017
Comprehensive Spill Contingency Plan	January, 2017
Comprehensive Waste Management Plan	January, 2013
Comprehensive Hazardous Materials Management Plan	January, 2013

Updated Financial Statement

On November 10th, 2016 the company announced its third quarter financial results. At September 30th, 2016, the company had cash equivalents and short-term investments of \$41.5 million. More information is available at: <http://www.sabinagoldsilver.com/>

Updated Liability Assessment

The liability assessment has been updated to align with Sabina's current year-to-date format.

English, Inuktitut, and Inuinnaqtun Summaries of Renewal Application

Plain language summaries of the activities are contemplated under the renewal are included as Attachment 6.

Updates to Water Sources, Volumes, and Uses

With this renewal application, Sabina is not proposing any changes to the water sources of the daily withdrawal volumes that are approved under the current license.

Application Fee and Water Use Deposit

The renewal application form requires submission of a \$30 application fee plus a water use fee deposit of \$30. A cheque for \$60 addressed to the Receiver General for Canada has been forwarded to the Nunavut Water Board office in Gjoa Haven.

Should you have any questions or concerns or require additional information, please do not hesitate to contact the undersigned.

Kind regards,

Merle Keefe
Environmental Engineer
Direct Tel: 604-998-4190
mkeefe@sabinagoldsilver.com

Attachments:

Attachment 1	Renewal Application Form
Attachment 2	Location Map
Attachment 3	NPC Email Regarding Conformity
Attachment 4	NIRB August 5, 2010 Letter Re: Exemption from Screening
Attachment 5	INAC Land Use Permit Inspection Report (August, 2016)
Attachment 6	Non Technical Summaries (English, Inuktitut, and Inuinnaqtun)
Attachment 7	Certificate of Good Standing
Attachment 8	Abandonment and Restoration Plan
Attachment 9	Comprehensive Spill Contingency Plan
Attachment 10	Comprehensive Waste Management Plan
Attachment 11	Comprehensive Hazardous Materials Management Plan