Affaires autochtones et du Nord Canada

Land Administration P.O. Box 100 IQALUIT, NU X0A 0H0 Phone: 867-975-4283 FAX: 867-975-6445

Email: landsmining@aandc.gc.ca

February 17, 2017

Sabina Gold & Silver Corp. #375-555 Burrard, Box 220 Vancouver, BC V7X 1M7

Dear Merle Keefe:

Re: Land Use Permit #N2012C0003

Type of Operation: Mining (Exploration)

Location: Beechy Lake Area, Kitikmeot, NTS 76G

Further to our letter dated January 10, 2017, this will confirm that Land Use Permit N2012C0003 is hereby extended from February 6, 2017 to February 6, 2019. All conditions annexed to land use permit N2012C0003 will apply to this extension.

In the event that your activities are expected to continue beyond the expiry date of this extension you will be required to submit a land use permit application to this office as per the provision of Section 31(6) of the *Territorial Land Use Regulations*.

Our office would like to ensure that you are aware of the land use planning process that is currently underway in Nunavut. The Nunavut Planning Commission, under the authority of the *Nunavut Planning and Project Assessment Act*, is working to develop a land use plan that would apply throughout the Nunavut Settlement Area and the Outer Land Fast Ice Zones, as those terms are defined in the *Nunavut Land Claims Agreement*.

A new land use plan has the potential to affect both your existing activities and your plans for future activities. Therefore, we encourage you to become familiar with the *Nunavut Planning and Project Assessment*, the Commission's planning process, and to review the draft Nunavut Land Use Plan and other documentation available through the Nunavut Planning Commission to ensure you are aware of how the proposed plan might affect you. A revised version of the Nunavut Planning Commission's Draft Nunavut Land Use Plan is available at http://nunavut.ca. Also on that website you will find notices from the Commission about the planning process and other important information, including how to get involved.

Two regional land use plans, the Keewatin and North Baffin Regional Land Use Plans, remain in effect. Under the Act, there can be only one plan applicable in a planning region. Therefore, in the event a territory-wide land use plan is approved the two regional plans would be repealed.

If you have questions or comments about the land use plan, please do not hesitate to contact Tracey McCaie, Manager, Land Administration at (867)975-4280. For information about the land use planning process and how to get involved, please contact the Nunavut Planning Commission.

Sincerely,

Karen McIntyre

Land Administration Specialist

Molnyo

cc: Manager, Field Operations

RMO - Kitikmeot