

July 08, 2012

Phyllis Beaulieu Manager of Licensing Nunavut Water Board P.O. Box 119 Gjoa Haven, NU, X0B 1J0

Re: NWB License No. 2BE-MVP1217

Dear Ms. Beaulieu,

Vale Exploration Canada Inc. will be constructing a field camp in support of our planned exploration activities on the Melville Peninsula. In compliance with Part C (2) of license No. 2BE-MVP1217, this is notification that we propose to draw water for this camp from a body of water located at:

60°20'14.375" N 85°44'20.351"W

Please refer to the attached map showing this location in detail. As per our license, the total volume of water drawn for this camp will not exceed five cubic meters per day.

Regards,

Jason Rickard, P.Geo. Senior Geologist Vale Exploration Canada Inc. 2060 Flavelle Blvd. Mississauga, ON, L5K

Encl: Map showing Vale Exploration Canada 2012 Camp Water Withdrawal (License No. 2BE-MVP1217).