

2 August 2012

Nunavut Water Board P.O. Box 119 Gjoa Haven, NU X0B 1J0

RE: NWB Licence No. 2BE-MVP1217

In accordance with Part C, Item 2 of NWB Licence No. 2BE-MVP1217 this letter shall serve as notification that Vale Exploration Canada Inc. will be drawing water from a surface source located at a latitude of 68°20'14" N and a longitude of 85°44'18" W for use at Vale's Mackar camp.

If you have any questions, comments or concerns please feel free to contact me at 905-403-2581 or e-mail at clayton.pearson@vale.com

Sincerely,

Clayton Pearson Project Geologist Vale Exploration Canada 2060 Flavelle Blvd. Mississauga, ON L5K 1Z9

CC: Manager of Field Operations (INAC)