



BUREAU D'EXPLORATION LAVAL
LAVAL EXPLORATION OFFICE

June 27, 2006

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

RE: Renewal of water licence 2BE-RAI (old NWB2RAI)

I would like to request an extension on water licence # 2BE-RAI for the Cullaton Lake/ Rainbow Project Area. The licence was originally issued in 2004 and is currently set to expire on August 31 2006. Historical work included a diamond drilling and geophysical exploration between July and September of 2004 and no follow up programs have been conducted since. Falconbridge is aggressively looking for a partner to help further exploration efforts in the area and working towards a follow-up program in the near future. The follow-up program will extend beyond the current expiry date which is why an extension on the current licence is required. I have enclosed a Water Licence Application Form, Exploration/Remote Camp Questionnaire, and Project Summary for the 2006 program as well as a NWB Annual Report for the 2005 season. Please note that no work was done in 2005 and the annual report has been filed at this time to reflect this inactivity.

Please note that additional claims were staked in October of 2005 and were therefore (to my knowledge) not included in the original water licence application. The attached a map indicates the new claims area. I have sent an original copy of this letter payment to your attention. Do not hesitate in contacting myself if needed. I can be reached at 1-204-612-6635 or via e-mail at chris.cockburn@falconbridge.com

Yours truly,

Chris Cockburn

FALCONBRIDGE LIMITED