

June 28, 2011

Project No. 1113720019

Ron Roach, Chairperson
Nunavut Planning Commission
P.O. Box 2101
Cambridge Bay, NU X0B 0C0

RE: VALE EXPLORATION CANADA INC. REQUEST FOR KEEWATIN LAND USE PLAN CONFORMITY CHECK

Dear Mr. Roach,

Vale Exploration Canada Inc. (Vale) is pleased to submit the following project proposal, the Southampton Island Project, for a conformity check with the Keewatin Land Use Plan.

The Southampton Island Project is located on the northeast side of Southampton Island approximately 65 km northeast of Coral Harbour. Vale holds prospecting permits, issued by Indian and Northern Affairs Canada (INAC) for the property. Vale is also applying for a land use permit from INAC, a land and water use permit with the Kivalliq Inuit Association and a water licence with the Nunavut Water Board.

As advised by Mr. Brian Aglukark, Vale has enclosed the Nunavut Water Board water licence application for the Southampton Island Project for NPC's conformity check.

Once the conformity check is complete, Vale requests that written confirmation of the conformity check be provided to the Nunavut Water Board and Vale at NPC's earliest convenience. Please forward the written confirmation of the conformity check to Phyllis Beaulieu, Manager of Licensing at licensing@nunavuwatboard.org.

If you have any questions regarding the enclosed application, please contact me at 705-682-8412 or by email at everett.makela@vale.com. Also, Vale has authorized Golder Associates Ltd. (Golder) to communicate on our behalf with the Nunavut Planning Commission regarding the conformity check. Please contact Sarah Gagné with Golder in Edmonton at 780-930-8654 or by email at sarah_gagne@golder.com.

Regards,



Danielle Leger
Administrative Supervisor for,
Vale Exploration Canada

Everett Makela, P.Geo.
Principal Geologist – North America
Vale Exploration Canada Inc.

CC: Sarah Gagné, Golder Associates Ltd.
Nunavut Water Board

Encl: Southampton Island Project, Nunavut Water Board application
Agent Authorization

