



MAJOR GENERAL
RESOURCES LTD.

1550 - 409 Granville Street
Vancouver, B.C., Canada V6C 1T2
Tel: (604) 685-5254
Fax: (604) 685-2814

Project Summary

May 23, 2002

Phyllis Beaulieu
Acting Licensing Administrator
Dionne Filiatrault, Technical Advisor
Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU
X0B 1J0

Dear Phyllis/Dionne:

Re: Amendment to Water Licence NWB2TAH0103

Ongoing interpretation of existing airborne geophysical data suggests that a number of favourable magnetic anomalies exist to the north and northeast of the area outlined in our current Water Licence NWB2TAH0103.

It is Major General Resources Ltd. intention to carry out a summer exploration program on these targeted areas consisting of additional airborne geophysics, grid establishment, magnetometer surveying, till sampling and prospecting. A large proportion of these newly discovered targets will be accessed from our current winter/early summer campsite, however, many of the targets are situated in the vicinity and well to the north (up to 95 kms) of the Tuktu River. Due to the remoteness and variable distances between these targets we are proposing to establish a secondary campsite at the previously permitted (Monopros Ltd.) Tuktu camp located at 70° 46' 06" N, 109° 10' 18" W. (Presently it is our belief that this site is completely decommissioned and reclaimed as per personal communication with Willy Laserich, Chief Pilot of Adlair Aviation Ltd. in Cambridge Bay.)

Once the preliminary exploration work (described above) has been completed on these targets additional work involving diamond drilling will likely be warranted on possibly 20-25 of these anomalies. It is contemplated that this phase of the program will likely be started in 2002 and continue into 2003. At present it is impossible to say which targets will be drilled without the detailed results of the preliminary program.

As this proposed program is a direct continuation of the work outlined in the application for our current Water Licence we are therefore requesting that an amendment be made to our existing

Page 2
Nunavut Water Board
May 23, 2002

Water Licence No. NWB2TAH0103 to allow for the establishment of a secondary campsite and additional diamond drilling.

It should be mentioned that all aspects of our current Water Licence will be abided by including terms and conditions as well as our previously submitted Fuel Spill Contingency Plan if this amendment is approved.

Yours very truly

MAJOR GENERAL RESOURCES LTD.

A handwritten signature in dark ink, appearing to read "D. G. Gill". The signature is fluid and cursive, with the first letters of each word being capitalized and prominent.

D. Graham Gill, P. Geo
Project Manager

DGG:mm

መጋቢት ፳፯ ቀን ፳፻፲፯ ዓ.ም
 ሚያዝያ ፳፯፣ ፳፻፲፯

[illegible]

ፖሊስ ማረጋገጫ ማስፈጸሚያ

DGG: mm