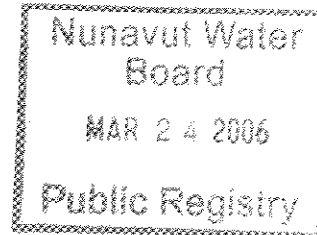




March 14, 2006

Mr. Phillipe di Pizzo
Executive Director
Nunavut Water Board
P.O. Box 119
Gjoa Have, NU
X0B 1J0



Dear Mr. di Pizzo:

**Re: Application for Amendment to License # NWB1ULU0008 –
WOLFDEN RESOURCES INC. – ULU ADVANCED EXPLORATION PROJECT**

Wolfden Resources Inc. (WRI) is writing to request an amendment to license NWB1ULU0008, associated with the Ulu Mining Exploration and Development project. Specifically, WRI is requesting the deferment of the requirement for all minewater and runoff to be directed to the Retention and Settling/Neutralization Ponds as outlined in Part D, Item 1 and Item 7 of the Water License. In lieu of this, we are proposing an Interim Water Management Plan for the Nunavut Water Board's consideration. The rationale for this is outlined below.

Under Water License NWB1ULU0008, WRI is authorized to use water and dispose of waste for the purposes of advanced exploration, subject to the restrictions and conditions contained within the License. Under Part D (Conditions Applying to Waste Disposal), Item 1 states:

All minewater, should it be encountered, shall be directed to the Retention Pond or as approved by the Board.

Under Part D, Item 7 states:

The Licensee shall submit to the Board for approval...a proposal for disposal of minewater and excess runoff water from the Retention Pond and Settling/Neutralization Ponds. The proposal shall include, but not be limited to, the following:

- a) Options for discharge of Minewater/Runoff Water (including East Lake, if applicable);*
- b) Details on quantity and quality of Minewater/Runoff Water; and*
- c) Options for treatment and disposal.*

As noted previously (August 5, 2005), the Retention Pond and Settling Neutralization Ponds have not been constructed, but the water license assumes they are already in place. In an August 5, 2005 letter to the Nunavut Water Board, WRI proposed that an interim water management plan could be put in place under the scenario of the portal being sealed, in lieu of the requirements outlined in Part D, Item 1 and 7 of the Water License. WRI has, since, reconsidered its exploration strategy and has decided to resume underground work at Ulu and has plans to re-open the portal in spring 2006. As part of this program, WRI plans to haul approximately 11,300 tonnes of ore and 6,400 tonnes of waste rock to the surface. The ore and waste rock will be placed on separate storage pads. The volumes of material to be removed this year are well



below those originally proposed in 2005 as part of the Waste Rock and Ore Storage Plan (WROSP) submitted to the Nunavut Water Board in March 2005: 105,000 tonnes of ore and 126,900 tonnes of waste rock. The program will also involve excavating any ice that remains in the portal, and managing the associated meltwater.

WRI believes that the amount of runoff water generated through these activities can still be adequately dealt with under an interim water management plan. Such a plan would also address the issue of potential runoff from ice generated from excavation during the portal re-opening. Attached is a proposed Interim Water Management Plan developed by Gartner Lee Limited (2006) for the Nunavut Water Board's consideration of this amendment request.

I trust the above provides sufficient information for you to consider this request for an amendment to water license NWB1ULU0008. If you require any additional information please do not hesitate to contact me.

Regards,

Wolfden Resources Inc.

A handwritten signature in black ink, appearing to read "D. Stevenson".

David B. Stevenson, M.Sc., P.Geo.
Exploration Manager, Ulu