From: Karyn Lewis
To: Sean Joseph
Cc: licensing@nunavutwaterboard.org; David Vokey; Jim Currie
Subject: RE: Licence No. 2BM-ULU0914 Amendment No. 1 application
Date: Friday, August 10, 2012 1:05:09 PM

Hi Sean, thank you for your email. Below I have provided BCC responses to your questions in red. Please let me know if you require any further information.

The preliminary review of the above-mentioned application has determined that the application is mostly complete; however, the Nunavut Water Board (NWB) seeks response(s) to the following items before it could distribute the application for public review:

1. Figure 1, which accompanied the amendment application, depicts several water sources, with and without names, that are located within and outside of Mining Lease #3563 (CO-21/76L) and/or Land Use Permit Boundary KTL311C013. Could Bonito Capital Corporation confirm whether or not it is requesting the use of both named and unnamed water sources within the Land Use Permit Boundary; Correct, we are looking to use both the named and unnamed water sources with the Land Use Permit Boundary.

2. Licence 2BM-ULU0914 allows for 100 cubic metres *per day* of water; a breakdown in terms of water use for domestic/camp, exploration and other purposes, if any, should be provided; and We are not sure at the is time what the exact breakdown would be and would request to leave it as it currently stands.

3. Verification should be provided as whether BCC is contemplating resuming operation of the site in the near future. BCC has not determined what its plans are at the moment. We will know more after the current program is completed.

In addition to the above, the NWB require confirmation on whether or not copies of the following documents have been submitted to the Board for review:

- Quality Assurance/Quality Control (QA/QC) Plan required under Part J, Item 8 of the Licence; and BCC will submit this within 60 days.

- Cover Letter outlining an implementation plan in respond to the Engineer's recommendations contained the 2011 Annual Geotechnical Inspection Report carried by TBT Engineering Consulting Group as required under, Part D, Item 10 in the Licence. The letter that accompanied the inspection report did not provide specific details with respect an implementation plan. We will have this implementation plan submitted within the next 30 days.

Should you have any questions, please do contact me at your earliest convenience.

Karyn Lewis
Executive Assistant
Elgin Mining Inc.
Tel: 604-682-3366

From: Sean Joseph [mailto:sjoseph@nunavutwaterboard.org]
Sent: August-09-12 12:47 PM
To: Karyn Lewis
Cc: licensing@nunavutwaterboard.org
Subject: Licence No. 2BM-ULU0914 Amendment No. 1 application

Good afternoon, Karyn:

The preliminary review of the above-mentioned application has determined that the application is mostly complete; however, the Nunavut Water Board (NWB) seeks response(s) to the following items before it could distribute the application for public review:

4. Figure 1, which accompanied the amendment application, depicts several water sources, with and without names, that are located within and outside of Mining Lease #3563 (CO-21/76L) and/or Land Use Permit Boundary KTL311C013. Could Bonito Capital Corporation confirm whether or not it is requesting the use of both named and unnamed water sources within the Land Use Permit Boundary;

5. Licence 2BM-ULU0914 allows for 100 cubic metres *per day* of water; a breakdown in terms of water use for domestic/camp, exploration and other purposes, if any, should be provided; and

6. Verification should be provided as whether BCC is contemplating resuming operation of the site in the near future.

In addition to the above, the NWB require confirmation on whether or not copies of the following documents have been submitted to the Board for review:

- Quality Assurance/Quality Control (QA/QC) Plan required under Part J, Item 8 of the Licence; and

- Cover Letter outlining an implementation plan in respond to the Engineer's recommendations contained the 2011 Annual Geotechnical Inspection Report carried by TBT Engineering Consulting Group as required under, Part D, Item 10 in the Licence. The letter that accompanied the inspection report did not provide specific details with respect an implementation plan.

Should you have any questions, please do contact me at your earliest convenience.

Regards,
Sean

Sean Joseph
Technical Advisor

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