

## **Executive Summary**

Elgin is a Canadian based company focused on the production at the Björkdal Gold Mine located in Sweden, and the exploration and development of the Lupin Mine and Ulu Gold Project, both located in Nunavut, Canada.

Elgin purchased Bonito Capital Corporation, which owns the Ulu Gold Project, from MMG Resources Ltd. in July 2011. The project has been in care and maintenance since 2006.

The Ulu Project is situated in the Kitikmeot Region, Nunavut, approximately 12 km north of Hood River and 150 km north of Lupin Mine. The geographic center of the property is 66° 54'27" N / 110° 58'24W as shown in Figure 1: Ulu Project Location Map.

The Ulu Project site is completely self-contained with the exception of the transportation requirements for materials/supplies and workforce mobilization. There are three (3) main location areas as shown in Figure 2: Main Areas Ulu Site:

1. Ulu Camp which houses the residential complex consisting of Weatherhaven accommodations, vehicle repair shop, vehicle parking, power house, emergency generators, office and change rooms, fuel storage tank farm, freshwater system, sewage treatment plant and sewage line, incinerator, ore storage area, waste pad, mine portal, mine sump, and access roads as shown in Figure 3;
2. Camp 3, which is comprised of fuel tank farm, explosives magazine, detonator magazine, quarry and borrow pit eskers; and
3. Airstrip

The site is accessible year round only by aircraft. Bulk items are brought on site via the winter road. During active exploration activity, all supplies are flown. Figure 3 shows the Ulu Camp Area Site plan.

While under care and maintenance BCC shall:

- Manage snow and storm water in accordance with best management practices (BMPs);
- Maintain secondary containment in petroleum storage areas;
- Prevent the release of petroleum products;
- Implement Ulu Gold Project Spill Contingency Plan, as needed;
- Manage all wastes according to Ulu Gold Project Waste Management Plan;
- Inspect water and domestic sewage pipelines;
- Maintain environmental licenses, permits and authorizations;
- Conduct monitoring programs; and
- Regularly review and update contingency and management plans.

BCC is requesting renewal of the Ulu Gold Project's water licence for a 10 year term, commencing in 2014, on effectively the same terms upon which it was issued without any change to the scope of the project activities.