

AANDC, Nunavut District Office Box 100 Igaluit, NU, XOA 0H0

13 June 2013

Patrick Downey, President c/o Karyn Lewis, EA Lupin Mines Inc. (Elgin Mining Inc.) 201-750 West Pender St. Vancouver, BC V6C 2T7

Email: klewis@elginmining.com

RE: 2BM-ULU0914 Ulu Gold Project 2013 Water Licence Inspection

Dear Mr. Downey,

As the Water Resource Officer for Aboriginal Affairs and Northern Development Canada in the Kitikmeot Region, Nunavut, I am currently planning my compliance inspection schedule for the 2013 field season. I would like to notify you of my intent to visit the Ulu Gold Project site on or around July 5 2013, arriving by helicopter. I understand that the site may not be active, and do not intend to stay overnight. I will be attending this site to conduct inspections on the water and waste, mining/milling, and exploration activities related to the above water licence. I have also been requested by AANDC's Lands Administration office to conduct an inspection of the Land Use Permit #N2008C0025 while there. I am appointed also as an Inspector under the Territorial Land Use Regulations and as such am authorised to do so.

To facilitate the inspections, and as required by the Act, I would request that you provide me with the following information:

- Current company contact information relevant to this project. Please include updated contact info for yourself / other head office contact and for the current project or site manager.
- Will this project be active this year?
- If so, names and positions of staff on site(s) this year?
- What is the best mode of access to your site?
- Is fuel available on site?
- Exact coordinates (degrees/min/sec, NAD 83) for your camp locations (both current and inactive), air strip/landing location, all drilling locations, and fuel caches (both current and historic).
- A brief description of camp sizes and level of activity at each camp.
- Applicable land use permit (LUP) numbers and leases which are associated with the water licence / project.
- Work scheduled for the 2013 season and if no work is scheduled then a monitoring plan for any fuel and facilities on site(s).



- Information you feel is pertinent for a site visit (i.e.: camp location has changed from
 previous seasons, camp facilities available if overnight stay is required, site hazards or
 restrictions, site safety protocols, etc.).
- Any outstanding documents/commitments as per the licence or LUP?
- Any outstanding items from the last Water Licence/LUP Inspection?
- Any documents recently submitted to the Nunavut Water Board (i.e.: within the last 60 days)?

This information is critical to plan and prepare for my potential site visit; a prompt reply would be greatly appreciated. I look forward to once again visiting your project.

Sincerely,

Eva Paul

Water Resources Officer, Kitikmeot Region Aboriginal Affairs and Northern Development Canada Nunavut Regional Office Building 918, PO Box 100 Iqaluit, NU XOA 0H0

Phone: 867-975-4548 Cell: 867-222-6490 Fax.: 867-979-6445

Eva.Paul@aandc-aadnc.gc.ca

CC: Phyllis Beaulieu, Manager of Licensing, Nunavut Water Board Baba Pedersen, RMO, AANDC, Kitikmeot Region Dave Vokey, Health Safety & Environment, Elgin Mining Inc.