MINERALS AND METALS GROUP SUITE 200/1159 ALLOY DRIVE THUNDER BAY ON P7B 6M8 CANADA TELEPHONE 807 346 1668 FACSIMILE 807 345 0284 MMGROUPITD.COM



27 April 2010

Ms. Phyllis Beaulieu Manager of Licensing Nunavut Water Board P.O. Box 119 Gjoa Haven, NU XOB 1JO

Dear Phyllis

ANNUAL WATER USE FEE - ULU ADVANCED EXPLORATION SITE LICENCE # 2BM-ULU0914

Phyllis, please find enclosed a check in the amount of \$30.00 made out to the Receiver General for Canada in respect of the annual water license fee for the Ulu Advanced Exploration Site.

The fee has been calculated as follows:

Daily authorized limit = 50 m³/day

The greater of \$30.00 or

For first 2,000 m³/day authorized, fee = $(50 \text{ m}^3 \text{ x } \$1.00)/100 \text{ m}^3 = \5.00

Total: \$30.00

I trust this provides the appropriate fee under the regulations. If you have any questions concerning this matter, please do not hesitate to contact me.

Yours truly

Andrew Mitchell

Development Manager

807 346 1692

807 345 0284 andrew.mitchell@mmgroupitd.com

andrew Mitchell

enc Payment Chq#011C47

MMG RESOURCES INC

MMG_Ulu_Cov Let for Annual Wat Use Fee_27AP10_ARM.docx