

Phyllis Beaulieu

From: Filipovic, Steven [Steven.Filipovic@zinifex.com]
Sent: Tuesday, December 18, 2007 12:51 PM
To: Jim Rogers; Robert Lauer
Cc: Spencer Dewar; Carl McLean; Phyllis Beaulieu
Subject: RE: Ulu project Letter of Credit
Attachments: Document-2.pdf; Document.pdf; CLEAN - ULU LC - DEC 10 07.doc; BLACKLINE - LUPIN LC DEC 10 07.doc; BLACKLINE - ULU LC - DEC 10 07.doc; CLEAN - LUPIN LC DEC 10 07.doc

Jim / Robert

I have attached final drafts of the LC documents which incorporate your comments below and all other mark-ups to date. Copies of prior mark-ups have also been included for your reference.

Following receipt of your acceptance of the attached format I will proceed to have Soc Gen issue the replacement letters.

Please advise.

Best regards,

Steven Filipovic
 Vice President, Finance
 Canadian Operations

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From: Jim Rogers [mailto:rogersji@inac-ainc.gc.ca]
Sent: Monday, December 10, 2007 8:21 AM
To: Filipovic, Steven
Cc: Mitchell, Andrew
Subject: Fwd: Ulu project Letter of Credit

The letter of credit supplied by Soci t  G n rale for Wolfden Resources Inc. in respect of water licence NWB1ULU0008 is dated October 9, 2007 and numbered CT07SOL0038. In the paragraph marked "3(b)(i)", the letter of credit incorrectly identifies the water licence number, it should be licence NWB1ULU0008, and references to two inapplicable land leases should be deleted. The Ulu project is on Inuit Owned Land under the administration of the Kitikmeot Inuit Association. This letter of credit is for water related security as set by the Nunavut Water Board.

Is Wolfden Resources still a registered company and have you requested the Nunavut Water Board to change the name of the water licensee for the two projects to Zinifex Canada Inc.? We are curious since the Letters of

1/11/2008

Credit refer to Wolfden Resources Inc. rather than Zinifex Canada Inc. (since the company has had a name change) and are unclear as to the status of each company.

Specifically to the letter of credit:

Recent direction to us has been to change the beneficiary under the letter of credit to read as follows:

Her Majesty the Queen in Right of Canada as represented by the Minister of
Indian Affairs and Northern Development

Payable to the Receiver General for Canada

c/o PO Box 100, Building 918

Iqaluit, Nunavut X0A 0H0

Attention: Regional Director General, Nunavut Regional Office

In the first paragraph, where the word "credit" appears in parentheses, the word should be capitalized to be consistent with the usage throughout the letter.

The language in the automatic renewal paragraph is ambiguous, and should be revised as follows: "...shall be deemed to be automatically extended, without amendment, for one year from the ~~present~~ initial expiration date ~~or any and each~~ future expiration date hereof..."

Jim Rogers

Manager, Water Resources

867-975-4550