



Memo

To: Phyllis Beallieu – Manager of Licensing – Nunavut Water Board

From: Tanya Trenholm – A/ Manager, Water Resources, Aboriginal Affairs and Northern Development Canada (AANDC)

Date: July 8, 2011

Re: Acknowledgement of Receipt of Securites:

HSBC Letter of Credit, No. GTE HTO 119123 for Water Licence 2AM-LUP0914 for the amount of CAD 25,500,000.00; and

HSBC Letter of Credit No. GTE HTO 119128 for Water Licence 2BM-ULU0914 for the amount of CAD 1,685,210.00

The Water Resources Division of Indian and Northern Affairs Canada would like to acknowledge the receipt on July 8, 2011, of the above referenced HSBC Letters of Credit in the amount of CAD 25,500,000.00 and CAD 1,685,210.00, as required by Elgin Mining Inc. in accordance with water licences 2AM-LUP0914 and 2BM-ULU0914.

Should you have any questions, please feel free to contact me at the coordinates provided below.

Sincerely,

Original signed by

Tanya Trenholm
A/ Manager, Water Resources Division
Aboriginal Affairs and Northern Development Canada
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