Bonito Capital Corp.

(a subsidiary of Elgin Mining Inc.)

25 July 2012

Ms. Phyllis Beaulieu Manager of Licensing Nunavut Water Board P.O. Box 119 Gioa Haven, NU X0B 1J0

Dear Ms. Beaulieu

RE:

Monthly Report for June 2012

Ulu Gold Project, Nunavut, License Number 2BM-ULU0914

During June, there were a maintenance crew performing upgrades to the camp facility, along with an exploration crew. In total, there were approximately 111 person days of activity at the Ulu site.

There was approximately 105 m³ of water withdrawn from West Lake, and 89 m³ of sewage generated.

Domestic waste generated during the month of June was burned in the on-site incinerator. Plastics, and other waste streams were separated and backhauled to an approved waste handling facility in Yellowknife (KBL Environmental) for off-site disposal.

If you have any questions regarding the above, please do not hesitate to contact me.

Sincerely,

Bonito Capital Corp.

Patrick Downey President and CEO

2BM-ULU0914

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Phone: +1 (604) 682.3366 Fax: +1 (604) 682.3363