

December 1<sup>st</sup>, 2011

Ryan Barry  
Executive Director  
Nunavut Impact Review Board  
PO Box 1360 Cambridge Bay, NU  
XOB 0C0

**Re: Update on the purchase of the Bathurst Inlet Port and Road Project (BIPAR Project) and request for additional time to consider future development options.**

Dear Mr. Barry,

On November 15<sup>th</sup>, 2011, Sabina Gold & Silver Corp. (Sabina) completed the purchase of the BIPAR Project from the BIPAR Joint Venture. The BIPAR Project was previously owned by a 50/50 joint venture between Nuna Logistics Limited and Kitikmeot Corporation. Prior to this acquisition, Sabina completed the sale of the Hackett River Project on November 14, 2011 to Xstrata Canada Corporation, Xstrata Zinc Canada Division (Xstrata Zinc). This transaction allows Sabina to focus on bringing our Back River Project into production. The Back River Project and the Hackett River Project are in close proximity to the proposed BIPAR Project and as such both Sabina and Xstrata Zinc wish to consider options relating to future development of the BIPAR Project.

In order to adequately consider these options, Sabina requests additional time prior to a decision being made on the termination of the current BIPAR Project review. Therefore, Sabina respectfully requests until March 30<sup>th</sup>, 2012 to make such a decision and will report back to NIRB on or before this date.

Should you have any further questions please feel free to contact the undersigned at (604) 484-8967 or [mpickard@sabinagoldsilver.com](mailto:mpickard@sabinagoldsilver.com).

Yours truly,



Mathew Pickard  
Director, Environment and Community Relations  
Sabina Gold & Silver Corp.

*Cc: Amanda Hanson, NIRB  
Robert Pease, Sabina Gold & Silver Corp.  
Michel Boucher, Xstrata Zinc*

