

LUPIN MINES INCORPORATED

January 10, 2019

Nahanni Construction Ltd.

Attention: Kenny Ruptash, Vice President of Project

Dear Mr. Ruptash:

Re: Permission for use of facilities at the Lupin Mine

Please accept this letter to confirm that Nahanni Construction Ltd. has permission from Lupin Mines Incorporated for use of our existing facilities at the Lupin Mine during construction, operation and closure of the winter, permitted under 2AM-LUP1520. This includes but is not limited to the following:

- use of camp facilities for staging crews;
- limited amount of black and grey water, arising from emergency shelter use, to be disposed of in the existing Sewage Disposal Facilities;
- limited amount of domestic garbage, arising from emergency shelter use and driver's food consumption while transiting the winter road, to be disposed of in the existing domestic waste management facility;
- temporary storage of spent spill response materials, arising from a spill response, in the existing Bulk Fuel Storage Area, until such time as these materials can be backhauled by NCL to an approved waste receiver; and
- use of the existing fuel transfer area adjacent to the Fuel Storage Facilities to refuel equipment.

If you require any further information please feel free to contact me at k.lewis@mandalayresources.com or 778-386-7340.

Regards,

Karyn Lewis

Karyn Lewis
Project Manager, Lupin Mines Incorporated
778-386-7340

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