



27 November, 2012

Tracey McCaie
Land Administrator Specialist
Aboriginal Affairs and Northern Development Canada
PO Box 100, Building 918
Iqaluit, Nunavut X0A 0H0

Dear Ms. McCaie,

RE: LAND TENURE FOR THE IZOK CORRIDOR PROJECT - HIGH LAKE MINE

MMG Resources Inc. (MMG) is pleased to submit the attached *Application for Federal Crown Land* for the proposed site of operations of the High Lake Mine in support of the proposed Izok Corridor Project (the Project). The attached application is one of four lease applications submitted by MMG to secure surface tenure for permanent project infrastructure. Others include the Grays Bay port, the all season Izok Road and the Izok Mine.

When reviewing this letter, please refer to MMG's Project Proposal outlining the plans for the Izok Corridor Project development (submitted to AANDC in August 2012). As described in the Project Proposal, the Izok Corridor Project consists of the following components for which surface leases will be required:

- Izok Mine: an open pit and an underground mining operation, including crushers, an ore processing plant, camp and offices, airstrip and supporting infrastructure;
- High Lake Mine: an open pit and underground mining operation, including minimal ore processing in the form of crushing, camp and offices, airstrip and supporting infrastructure;
- Izok Road: an all-season road connecting Izok Mine, High Lake Mine and Grays Bay port, including quarries, laydown areas, emergency shelters, maintenance facilities and temporary construction camps;
- Grays Bay port: a dock and land-based infrastructure including camp, diesel and concentrate storage, laydown areas to support transportation of concentrate and resupply.

The attached *Application for Federal Crown Land* is specific to the requirements of the proposed High Lake Mine through the construction, operation, reclamation and post-closure monitoring phases of the Project. The lease area includes project features, based on pre-feasibility level design and a buffer to

allow for adjustments to the location or arrangement of project facilities. As MMG is currently engaged in feasibility planning for the Izok Corridor Project, it is expected that there will be some adjustments to project design requiring future updates to this lease application.

Included with the lease application is an overview map (Figure 1), the application fee and the following corporate documents:

- a. **Ontario Articles of Incorporation** - please note that the Articles of Incorporation show the name Wolfden Resources Inc. ("**Wolfden**"). As shown by the Ontario Corporation Profile Report (also attached), Wolfden changed its name to Zinifex Canada Inc., then to Oz Minerals Canada Resources Inc. and finally to MMG Resources Inc. Please also note that in Ontario, there is no separate standalone Certificate of Incorporation. The "Certificate" is the stamp on the top left corner of the Articles of Incorporation.
- b. **Ontario Corporation Profile Report** - evidences the name change history of MMG Resources Inc., as well as the current directors and officers.
- c. **Ontario Certificate of Status for MMG Resources Inc.**
- d. **Nunavut Certificate of Amendment of Registration of an Extra-Territorial Corporation** – evidences the name change from Oz Minerals Canada Resources Inc. to MMG Resources Inc. has been registered in Nunavut;
- e. **Nunavut Certificate of compliance of an Extra-Territorial Corporation** – evidences good standing of MMG Resources Inc. in Nunavut
- f. **Officer's Certificate** – attaches evidence that MMG Resources Inc. does not require a seal to execute documents. The officer's certificate attaches certified true copies of:
 - i. the Bylaws for MMG Resources Inc. (please refer to paragraph 3 on page 4);
 - ii. directors' resolution dated October 5, 1995, adopting the corporate seal; and
 - iii. original directors' resolution dated October 30, 2012, abolishing the requirement for a corporate seal.

If you have any questions or require further information, please contact the undersigned at 1-778-373-5607 or by e-mail at sahba.safavi@mmg.com.

Sincerely,



Sahba Safavi
Project Manager - Canada
ST/sh

T 778-373-5607
M 604-417-5589
E sahba.safavi@mmg.com