



February 26, 2010

Land Administration
DIAND
PO Box 100
Iqaluit, NU X0A 0H0

Attention: Spencer Dewar, Manager, Land Administration

Dear Mr. Dewar:

Re: Land Use Permit Application

Enclosed please find two copies of a Land Use Permit application that will replace our current Land Use Permit N2004C004. We are currently preparing our closure plan for our expiring permit, and we will forward that to you in the next two weeks. As explained in our letter to you dated February 17, 2010, we are anticipating that the 2010 program would be conducted almost exclusively on Inuit Owned Lands and will consist of geological mapping, geochemical sampling, prospecting and detailed channel sampling of selected areas using a gas powered diamond saw. We will also be carrying out diamond drilling in both the spring and summer of 2010 on two of our prospects – both of which are on IOL. During the summer, the project would be helicopter supported utilizing the same camp at Dewar Lakes that we have been using for several seasons.

This new permit will cover our main exploration camp, which is situated on Crown Land along the Dewar Lakes, next to the Dewar Radar Station (Fox-3). We plan to continue using this camp as a base for our summer exploration efforts on Inuit Owned Lands. The current camp comprises 16 tents including 7 sleepers for 21-28 people, an office, 2 dry tents, 2 storage tents, a large kitchen tent, a core logging tent, a core cutting tent and a first aid tent. Fuel storage at the camp during the program is planned to consist of both drums of helicopter fuel and regular gas. Diesel fuel will be stored in two 57,000 litre fuel bladders that will also have secondary containment behind berms.

For the spring phase of our program, we will be rebuilding a camp at Malrok Lake to support a diamond drilling program. Both the camp and the drilling program are situated on Inuit Owned Land.

All aspects of this new land use permit including terms and conditions will be strictly adhered to. It is Commander's policy to conduct progressive reclamation during all of its field operations. Our Inuit Owned Lands Land Use permit is valid both for the subsurface and surface parcels and we are in the process of renewing that permit. We have a water license in place that is good through 2013.

Please let me know if you require additional information about this application.

If you have any questions or concerns regarding this request please do not hesitate to contact me at (604) 484-7108 or by fax at (604) 685-5254 or E-mail at gdauidson@commanderresources.com.

Yours truly,

Gordon Davidson
General Manager, Projects