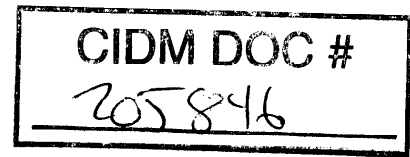




**FRANZ
ENVIRONMENTAL
INC.**

♦ CONSULTING ♦ ENGINEERING ♦ TECHNOLOGIES ♦



March 18, 2008

Project No. 1436-0702

Land Administration
Indian and Northern Affairs Canada
PO Box 100, Building 918
Iqaluit, Nunavut, Canada, X0A 0H0

**Attention: Mr. Spencer Dewar
Manager, Land Administration**

Dear Mr. Dewar,

Re: Revision to 5050 Nunavut Ltd. INAC Land Use Application #N2007X0043 for a single use winter trail from Kugluktuk to McGregor Lake, Nunavut

Franz Environmental Inc. (FRANZ) wishes to notify Indian and Northern Affairs Canada (INAC) of a revision to the Land Use Application #N2007X0043 submitted on behalf of 5050 Nunavut Ltd. (5050 Nunavut) for a single use winter trail from Kugluktuk to McGregor Lake.

5050 Nunavut received approval for a single use winter trail from Kugluktuk to McGregor Lake. Subsequent to the approval of the initial land use application, KIA recommended an alternate route. If revision of the approved alternate route can be received before the winter trail is required (mid-April 2008), 5050 Nunavut will be pleased to use the alternate route. If approval of the requested modification to the route is not feasible by the time the cat train is scheduled (mid-April 2008), 5050 Nunavut will proceed with the existing permitted route.

5050 Nunavut reviewed the revised route, and agrees that KIA's proposed route change has merit. This alternate route does not add any additional environmental impact, in comparison to the original route. A revised figure and a copy of the GIS data are provided with this letter.

The new route passes through mostly Crown lands. As such we recognize that an adjustment in the permit fees may be required. Please notify us of any changes in the fees so that we may make payment arrangements. Please note that there have been no changes to the originally proposed activity in any way. This revision pertains to only the actually route that will be taken.

A copy of this material has not been forwarded to the Nunavut Impact Review Board. Please forward if necessary. Please feel free to contact us at (604) 632-9941 if you have any questions or concerns.

Yours truly,
Franz Environmental Inc.

Carlos da Ponte, B.Sc., MEM
Environmental Scientist

E. (Liz) van Warmerdam, M.Sc., P.Geo.
Senior Consultant

#308 – 1080 Mainland Street, Vancouver, BC, V6B 2T4
Tel (604) 632-9941 Fax (604) 632-9942

Offices in Mississauga, Ottawa, Montreal, Calgary, Vancouver, Victoria

