



Energy, Mines and Resources
Box 2703, Whitehorse, Yukon Y1A 2C6

August 14th, 2012

Pamela O'Hara
VP Environment and Community Affairs
Yukon Zinc Corporation
701 – 475 Howe St
Vancouver, BC
V6C 2B3

Dear Pamela:

Re: Approval of Minor Modification to Addendum to Tailings and Infrastructure Design and Construction Plan, Version 2009-02 for the Wolverine Mine Tailings Facility Stage 2 Dam Construction

Pursuant to section 6.2 of Quartz Mining License QML-0006 (the "License") for the Wolverine Project, a request was submitted for an additional borrow source to supply suitable material necessary for the completion of the Stage 2 dam construction. The information pertaining to this request was provided in a letter from Pamela O'Hara, VP Environment and Community Affairs, Yukon Zinc Corporation to me dated July 23rd, 2012 and is to be viewed as a minor modification to the *Addendum to Tailings and Related Infrastructure Design and Construction Plan, Version 2009-02 for the Wolverine Mine Tailings Facility Stage 2 Dam Construction*. This letter, entitled "*Minor Modification to the Addendum to Tailings and Related Infrastructure Design and Construction Plan V2009-02 for Tailings Facility Stage 2 Construction*", was received electronically in my office on July 24th, 2012.

Upon review and consideration of the above request I have determined that it is approved as a minor modification to the *Addendum to Tailings and Related Infrastructure Design and Construction Plan, Version 2009-02 for the Wolverine Mine Tailings Facility Stage 2 Dam Construction*. You are therefore authorized to extract approximately 140,000 m³ of material from the proposed borrow site for Stage 2 dam construction.

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Please do not hesitate to contact me (867) 456-3822 if you have any questions or wish to discuss.

Sincerely,

A handwritten signature in blue ink, appearing to read "Tim Smith". The signature is stylized and cursive.

Tim Smith
Acting Director, Mineral Resources

cc: Sevn Bohnet, Senior Natural Resources Officer, Mining
Matthew Jenner, Water Inspections Officer