



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

January 23, 2015

Jing You Lu
Chief Operating Officer
Yukon Zinc Corporation
#410-700 West Pender Street
Vancouver, BC V6C 1G8

Dear Mr. Lu,

Re: Temporary Closure Requirements - Quartz Mining License QML-0006

I am writing in response to an e-mail received from Mr. Wu on January 21, 2015 providing notification that operations have been suspended at the Wolverine Mine and the mine is now in a state of Temporary Closure. I would like to take this opportunity to remind you of the temporary closure reporting requirements under Quartz Mining License QML-0006 (the "License").

As per paragraph 9.4 of the License, no later than February 20th, 2015, Yukon Zinc Corporation ("YZC") must provide a written report indicating the structures, works or installations for which as-built drawings have been provided and the as-built drawings for new installations that have not previously been submitted to the Chief.

Immediately upon receipt of this letter YZC must implement the Temporary Closure Plan as defined in the plan entitled "*Reclamation and Closure Plan Version 2013-05*" (the "RCP") approved on October 16, 2013.

Please do not hesitate to contact me at (867) 667-3126 if you have any questions or wish to discuss.

Sincerely,

A handwritten signature in blue ink, appearing to read "R. Holmes".

Robert Holmes
Director, Mineral Resources

cc: Justin Hooper, Natural Resources Officer
Heather Jirousek, A/Director, Water Resources
Carola Scheu, Director, Yukon Water Board Secretariat