



Mackenzie Land and Water Board
Box 2130
7th Floor, 4922 48th St.,
Yellowknife, NT
X1A 2P6

Re: MV2013C0021 & MV2014L2-0002

Wednesday, August 31, 2016

Jen Potten

We anticipate commencing limited operations under MV2013C0021 in mid to late September consisting of a 2 to 3 week diamond drill program, mobilizing drill crews from Yellowknife each shift and basing a small, temporary 2 man tent camp on the property.

We wish to supply information on Land Use Permit MV2013C0021 as required under condition:

7. At least 48 hours prior to commencement of this land-use operation, the Permittee shall provide the following information, in writing, to the Board and an Inspector:
 - a) the name(s) of the person(s) in charge of the field operation;
 - b) alternates; and
 - c) all methods for contacting the above person(s).

In charge of the field operation:

Dr. Dave R. Webb
6120 185 A St.,
Surrey, B.C.
V3S 7P9

Cell: 604 818-1400
Sat: 403 799-1973
Email: dave@drwgcl.com

Alternate:

Mr. Gerry V. Hess
P.O. Box 457
Warburg, Alberta
T0C 2T0
Cell: 780 666-0363
Email: ghess@explornet.ca

8. At least ten days prior to the completion of the land-use operation, the Permittee shall advise an Inspector of:
 - a) the plan for removal or storage of equipment and materials; and
 - b) when final cleanup and reclamation of the land used will be completed.

All high-value, perishable, and waste materials will be removed via helicopter and fixed wing aircraft during and at the end of the program in 2016. The balance of the materials will be removed via winter road in the spring of 2017. All reclamation from this phase of work will be completed as each drill set-up (two are planned) is finished, with the last site being reclaimed in October 2016.

This is only part of the planned operation which is anticipated to go on over several years.

We will notify the Inspector and the Water Board of receipt from the required bond (section 32) once it is received, prior to the commencement of any field activities.

We have submitted revised/amended Waste Management Plans and Spill Contingency Plans (Condition 40), and have reviewed but not amended our Engagement Plan (Condition 67).

We will contact an Inspector at least 48 hrs before we commence operations (Condition 6). MSDS sheets of any chemicals not identified in the completed application.

We hope this satisfies the terms of MV2013C0021 and will continue to inform the Board of any required items as they arise or are required.

Sincerely
New Discovery Mines Ltd.

A handwritten signature in black ink, appearing to read 'D.R. Webb', with a horizontal line extending to the right.

Per: D.R. Webb, President