



November 7, 2017

Mavis Cli-Michaud, Chair
Mackenzie Valley Land and Water Board
7th Floor – 4922 48th Street
P.O. Box 2130
Yellowknife, NT X1A 2P6

Dear Ms. Cli-Michaud,

Pine Point Mining Limited (PPML) respectfully requests written authorization from the Board for relief from Conditions #1 and #2 in Land Use Permit MV2017C0024. Specifically, PPML seeks permission to conduct limited exploration drilling within the 300 meter buffer of one cabin located on one of our mineral claims in the old Pine Point townsite. The buffer around this cabin is marked in yellow on the attached map and the proposed drill pads are identified as PEXA-### locations.

PPML does not know if the cabin is used for traditional activities, which would make it eligible for avoidance measures under Permit Condition #1, but we are willing to assume that it is. We would like to drill 5 holes within the buffer of the cabin this winter. None of the holes will be closer than 150 meters from the structure. We have talked with the cabin owner, Mr. Kevin Lafferty, and are pleased to report that he has no objections to our request. A summary of our communications with Mr. Lafferty is appended to this letter. As is the case with all of our exploration activities, the holes will be plugged and sealed with cement, and the holes will be cleaned up and restored to the Inspector's satisfaction per requirements of the permit.

As you know, we are working with local companies and our aboriginal partners to conduct the exploration activities. The recently completed geophysics work that we completed has indicated there are strong anomalies in the area near these two locations. Diamond drilling is the next step for determination of the mineral potential in this area and regular spacing of exploration holes is necessary for proper definition of mineral distribution. We would appreciate a timely decision from the Board on this request so that we do not have delays or unnecessary mobilization expenses in our exploration program.

Thank you for considering this request.

Sincerely,

A handwritten signature in black ink, appearing to read "Tim Smith", is written over a faint, illegible printed name.

Tim Smith,
VP Operations

cc: Julian Morse, MVLWB Regulatory Officer
Mike Vassal, GNWT Lands Inspector
Willard Hagen, Deputy Minister Lands



Memo to File

Date: November 7, 2017

Re: Communication with Kevin Lafferty, owner of cabin at Pine Point Townsite

November 7, 2017. Tim Smith of Pine Point Mining Limited called Kevin Lafferty (867-874-XXXX) to inform him that PPML wished to conduct diamond drilling in the vicinity of his cabin at Pine Point. Mr. Lafferty said that he grew up in the area, is familiar with the project and supports mining. He gave verbal consent to PPML's plan to drill around the cabin.

September 30, 2017. Rob McEwen, sub-contractor for the Quantec Inc. geophysics/gravity survey commissioned by Pine Point Mining Limited, talked with Kevin Lafferty at the Pine Point townsite. Mr. Lafferty owns a cabin in the vicinity of where the Quantec crew was working. Mr. McEwen discussed the exploration work that was being done in the area. Mr. Lafferty said that he had no problem with the work.

