

**YUKON WATER BOARD**

**AUTHORIZATION OF ASSIGNMENT OF WATER USE LICENCE**

Pursuant to the *Waters Act* and *Waters Regulation*, the Yukon Water Board hereby authorizes the assignment of the water use licence which is described as:

**Licence Number:** PM03-332

**Licence Type:** Type B

**Nature of Undertaking:** Placer Mining

**Location:** Quartz Creek, Canyon Creek and Little Blanche Creek, Tributaries of Indian River

Together with all legal rights and obligations conferred thereby,

**From: Tatlow Placer Mines Ltd.**  
P.O. Box 5050  
Dawson City, YT  
Y0B 1G0

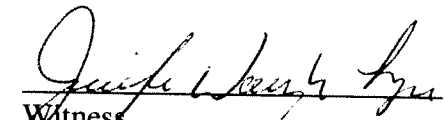
**To: Schmidt Mining Corp.**  
P.O. Box 5050  
Dawson City, YT  
Y0B 1G0

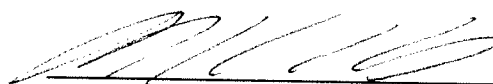
The effective date of the assignment of this water use licence shall be the date on which the signature of the Chairperson of the Yukon Water Board is affixed.

THIS AUTHORIZATION OF ASSIGNMENT OF LICENCE ISSUED AT WHITEHORSE, IN THE YUKON TERRITORY.

Dated this 3rd day of  
June, 2010.

YUKON WATER BOARD

  
Witness

  
Chairperson

**YUKON WATER BOARD**

**AUTHORIZATION OF ASSIGNMENT OF  
PLACER MINING LAND USE OPERATING PLAN APPROVAL**

Pursuant to the *Placer Mining Act*, the Yukon Water Board hereby authorizes the assignment of the Placer Mining Land Use Operating Plan Approval which is described as:

Number: AP03332

Location: Quartz Creek, Canyon Creek and Little Blanche Creek, Tributaries of Indian River

Associated Water Use Licence: PM03-332

Together with all legal rights and obligations conferred thereby,

From: **Tatlow Placer Mines**  
P.O. Box 5050  
Dawson City, YT  
Y0B 1G0

To: **Schmidt Mining Corp.**  
P.O. Box 5050  
Dawson City, YT  
Y0B 1G0

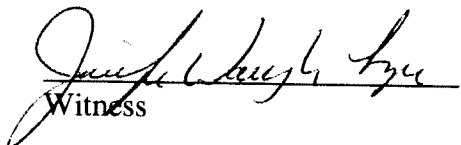
The effective date of the assignment of this Mining Land Use Operating Plan Approval shall be the date on which the signature of the Chairperson of the Yukon Water Board is affixed.


THIS AUTHORIZATION OF ASSIGNMENT ISSUED AT WHITEHORSE, IN THE YUKON TERRITORY.

Dated this 3rd day of

YUKON WATER BOARD

June, 2010.

  
Witness

  
Chairperson

APPLICATION FOR ASSIGNMENT  
WATER USE LICENCE PM03-332  
AND PLACER MINING LAND USE OPERATING PLAN APPROVAL AP03332  
REASONS FOR DECISION

This is an application to assign water use licence PM03-332, a B licence for placer undertaking, and Placer Mining Land Use Operating Plan Approval AP03332 from Tatlow Placer Mines Ltd. to Schmidt Mining Corp.

The Licence was issued December 2, 2004. The Mining Land Use Operating Plan approval was issued December 2, 2004. An Environmental Assessment was completed in accordance with the requirements of the *EAA*. The assignment does not constitute any change to the project, except a change to the name of the proponent.

The following documents were received in support of the application:

Declaration of Licensee  
Declaration of Assignee  
Agreement between Companies – Dated April 14, 2010  
Certificate of Incorporation

The declaration of the assignee confirms that the assignee accepts all legal rights and obligations confirmed by the water use licence, including any obligations of the assignor.

The Department of Energy, Mines and Resources – Minerals Management & Client, Services & Inspections and Department of Fisheries & Oceans were notified of the application, and did not respond. No comments were received on this application.

The *Waters Act (Act)* and *Waters Regulation* require that the Board shall authorize the assignment of a licence if the Board is satisfied that the sale or other disposition of the property and the operation of the project by the assignee will not be likely to result in a contravention of either the licence or the *Act*.