

APPLICATION FOR CANCELLATION OF WATER USE LICENCE & MINING LAND USE OPERATING PLAN APPROVAL

Licence Type: B Nature of Undertaking: Placer Mining

Licence Number: PM04-380 Expiry Date: March 31, 2015

Water Source: Clear Ck, Barney Ck, 65 Pup and 13 Gulch

Licensee: (Please Print) S&S Mining originally, assigned to Mr. Sirotkine Vlatcheslav/2005

Current Address: Unknown - on file with Water Board or Mining Inspections

Telephone: ( )

I, Joyce Scott on behalf of myself and family/new claim owners and recent applicants for new license on same ground,

hereby make application to cancel the above-noted water use licence effective September 1, 2015 or sooner (proposed date of cancellation)

Date of most recent water licence inspection: Please contact Mr. Bill Leary/Mayo Inspector (Attach copy of inspection report, if available)

Signature of Licensee: [Handwritten Signature] Date: June 16, 2011

CANCELLATION FEE: \$30.00 RECEIPT # 719784

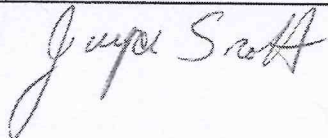
Cheques should be made payable to the Territorial Treasurer. Alternatively, you may pay by VISA.

- NOTE: PAGE TWO MUST BE COMPLETED AND ACCOMPANIED BY EITHER: 1. Application for Certificate of Completion or 2. Certificate of Closure

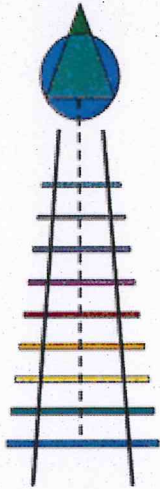
The following measures have been taken to effect the final abandonment measures which are required by the licence: (explain, with sketches, how abandonment conditions of the licence have been met; how the stream channel has been rehabilitated and stabilized; how tailings have been recontoured; how instream structures have been removed and how waste materials have been disposed of. Enclose pictures, if available. Use extra sheets if necessary.)

The previous operators on Clear Creek under license PM04-380 were not active in the past years, and the claims have since been purchased outright by the appellant or applicant to have this water license cancelled. A new 10-year plan and water license/land use permit application has been filed on May 31, 2011 with the YESAB process complete. The intent is to take over the ground, perform the removal of some buildings left by the previous party, under an agreement with Bill Leary, Inspector, EM&R Mayo District, to restore some sites as mining moves through those areas or exploration work takes place. The intent is to continue mining on some ground already developed and to mine some reaches of Clear Ck which have not been mined. As the Licensee, Mr. Sirotkine Vlatcheslav, is not reachable, and has not been for several years, it is not expected that he can be reached today to assign the license. It was at Bill Leary's counsel a new license be applied for by the current claim owner (claims were purchased in 2010 from Donadiem Inc. who were at arm's length with the licensee, Mr. Vlatcheslav. Please contact Mr. Leary for more details at (867) 996-2568.

Signature:



Date: June 16, 2011



## FAST-TRACK LAND MANAGEMENT

#3, 355 Royal-Brassard  
Gatineau, QC J8P 5T1  
Tel: (819) 663-6754  
E-Mail: joseeb@bell.net

June 16, 2011

YESAB 2011-0079

Your File: PM11-037/PM04-380

Our File: 2011-03

Yukon Water Board  
Suite 106, 419 Range Road  
Whitehorse, Yukon Y1A 3V1

### VIA E-MAIL

**Attention: Mr. Neil Salvin, Licensing Officer**

Dear Neil,

**Re: Application for Clear Creek (Mr. G. Scott), Quad 115 P/14,  
Overlap with Abandoned License PM04-380 (expires March 31, 2015)**

A form to request a cancellation of Water License PM04-380 has been sent to your office, signed by Mrs. Joyce Scott, current claim holder of the Donadiem property on Clear Ck and its tributaries. Every effort has been made to find or contact the Licensee, Mr. Sirotkine Vlatcheslav, the last address on record being in Mississauga, Ontario. No phone listing is available under this name and the latest address of record: 2200 Sherobee Road, Apt. 412, Mississauga, ON, L5A 3Y3.

For this reason, the cancellation form has been signed by Mrs. Joyce Scott, the current owner of the claims, purchased from Donadiem Inc. in 2010. Donadiem was the recorded owner of the claims, working under Mr. Vlatcheslav's license, but was inactive in the past several years.

A copy of this letter is being sent to Mr. Vlatcheslav for his information via registered mail. Should he wish to sign his own cancellation request, with the understanding that remaining liabilities under the Placer Mining Act and rehabilitation requirements, will be met by the new owner of the claims, under a new license for 10 years, this is an option open to him. Forms for him to sign are attached to his copy.

Should Mr. Vlatcheslav not respond by telephone within 15 days of receipt of this registered letter, or should same letter be returned undeliverable, it will be assumed that Mr. Vlatcheslav is not reachable.

As this is holding up the new application, with no contractual relationship existing between the water license holder and the new owners of the claims, with all due attention to

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lingering responsibilities that will not be met by the current licensee, we believe it is fair to request a cancellation, under the circumstances. An assignment does not apply in this case.

Please feel free to contact the writer at your earliest convenience should this pose a problem in issuing the new license to Mr. Scott. We understand the cancellation request needs to be advertised in the Yukon newspapers with a response period of 10 days hence.

Thank you for your understanding and cooperation in this matter.

Sincerely,

FAST-TRACK LAND MANAGEMENT

*Josée Bonhomme*

Josée Bonhomme  
Principal

Copy: Mr. Gordon Scott, Applicant  
Mrs. Joyce Scott, Claim Holder  
Mr. Sirotkine Vlatcheslav, Licensee PM04-380 (via registered mail)  
Mr. Bill Leary, Inspector, CS&I-Mayo

/jb