



July 27, 2011

Alexco Keno Hill Mining Corporation
Suite 1150-200 Granville Street
Vancouver BC V6C 1S4

Attention: Brad Thrall

Re: Correction of a typographical error to water use licence QZ09-092.

Our office has recently examined water use licence QZ09-092 and it has come to our attention that this licence contains a typographical error in Part B, Clause 2.

Part B, Clause 2 of water use licence QZ09-092 addresses the harmonization of area related water use licences and sets out the requirement that the Licensee is to submit application(s) to either amend or cancel water use licences QZ06-076 and QZ07-078. The reference to "QZ06-076" is a typographical error. QZ06-076 was a licence issued to Tagish Lake Gold, which is not related to the area of your operations. The licence should have been written to reference water use licences QZ06-074 and QZ07-078.

Please see the attached correction to water use licence QZ09-092 for the corrected Part B, Clause 2.

I very much regret and apologize for any inconvenience that this error may have caused your company.

Sincerely,

A handwritten signature in blue ink, appearing to read "Bruce Willis".

Bruce Willis
Chairperson
YUKON WATER BOARD

C: Collin Remillard, Yukon Government, Water Inspections Section
Register QZ09-092, Exhibit 10.1

CORRECTION

Water Use Licence QZ09-092
Alexco Keno Hill Mining Corporation

1. **Whereas, Part B, Clause 2 of the Water Use Licence QZ09-092 contains a typographical error; therefore, Part B, Clause 2 of Water Use Licence QZ09-092 is hereby withdrawn and replaced by:**

Harmonization of Area Related Water Use Licences

2. The Licensee shall not use water and/or deposit a Waste, as authorized under this licence, QZ09-092, until application(s) have been submitted to the Board for the amendment or cancellation of water use licences QZ06-074 and QZ07-078.



Bruce Willis
Chairperson
Yukon Water Board

July 27, 2011
Date