

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: QZ01-051

Licence Type: B

Nature of Undertaking: Quartz Mining

Location: Wolverine Property and Go Creek

Together with all legal rights and obligations conferred thereby,

From: Expatriate Resources Ltd.
701- 475 Howe Street
Vancouver BC V6C 2B3

To: Yukon Zinc Corporation
701 - 475 Howe Street
Vancouver BC V6C 2B3

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 16 day of

May, 2005

W. J. Gordon
Witness

YUKON WATER BOARD

[Signature]
Chairperson

REASONS FOR DECISION
ASSIGNMENT OF WATER USE LICENCE QZ01-051

The Yukon Water Board ("the Board") has approved the assignment of water use licence QZ01-051, a type B licence for a quartz mining undertaking, from Expatriate Resources Ltd. to Yukon Zinc Corporation.

The Licence was issued April 4, 2005. An Environmental Assessment was completed on January 12, 2005 in accordance with the requirements of the Yukon's *Environmental Assessment Act*. 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:

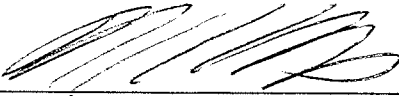
Declaration of Licensee
Declaration of Assignee
Business Corporations Act, Form 17
Certificate of Change of Name

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.

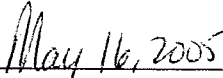
The Department of Environment was notified of the application, and advised that they had no concerns.

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*.

The Board is satisfied that the requirements of the *Act* have been met and the assignment is therefore authorized.



Chairperson



Date