



Yukon
Water Board

Office des eaux
du Yukon

September 5, 2007

Elsa Reclamation and Development Company Ltd.
Suite 1920-200 Granville St.
Vancouver, BC V6C 1S4

Attention: Brad Thrall, Chief Operating Officer

RE: Water Use Application QZ06-074, Elsa Reclamation and Development Company Ltd.

The Yukon Water Board has made two decisions pertaining to water use application QZ06-074 for a quartz mining undertaking at Keno Hill Mines property.

The Board determined that the application is for a type B water use licence. The Board also determined that there will be no public hearing required for this application. The Board's reasons for decision on these matters will be provided at a later date.

The Board intends to continue its deliberation of the application, and parties will be notified when that has been concluded.

Sincerely,

A handwritten signature in cursive script that reads "Kelly Boutilier".

Kelly Boutilier
Licensing Officer

C: Register, Exhibit 4.6
Distribution List, dated 07.09.05

QZ06-074

EXHIBIT 4.6