

**YUKON WATER BOARD
AMENDMENT OF LICENCE**

LICENSEE: ELSA RECLAMATION AND
DEVELOPMENT COMPANY LTD.

LICENCE: QZ06-074

AMENDMENT NUMBER: 1

APPLICATION NUMBER: QZ08-082

Pursuant to the *Waters Act*, Water Use Licence QZ06-074 is hereby amended as follows:

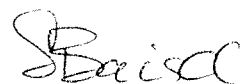
1. Part H, Clause 43 and 44 is hereby withdrawn and replaced by:

PART H –SITE DECOMMISSIONING AND RECLAMATION

43. The Licensee shall develop a decommissioning and reclamation plan for the closure of the Keno Hill Mines Property and submit the plan to the Board by April 1, 2010. The plan shall include, but not necessarily be limited to, a schedule and cost for completion of decommissioning and reclamation activities.
44. The Licensee shall submit quarterly reports, on or before February 28, May 31, August 31, November 30 of each year commencing in 2009, that provide details on the status of the decommissioning and reclamation plan. The quarterly report shall include, but is not necessarily be limited to, the following items:
- a) the identification and progress of the studies required to complete the decommissioning and reclamation plan; and
 - b) a summary of any interactions that have occurred with interested parties, as it relates to the development of the decommissioning and reclamation plan; and
 - c) an updated schedule for the completion of the decommissioning and reclamation plan that includes, but is not necessarily limited to, the various tasks that are planned, identification of any delays and rationale for the delays, and proposed measures in order to meet subsequent process targets.
45. Subject to any required assessments, authorizations or approvals, the Licensee shall implement the plan required by this section of this licence.

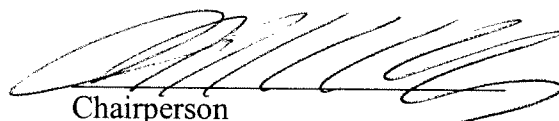
Dated this 19 day of

November 9, 2008



Witness

Approved by:



Chairperson
YUKON WATER BOARD