



May 10, 2007

Via e-mail only to: PDuxbury@mveirb.nt.ca

Mackenzie Valley Environmental Impact Review Board
Box 938
2nd Floor – 5102 - 50th Avenue
Yellowknife, NT
X1A 2N7

Attention: Mr. Patrick Duxbury, Environmental Assessment Officer;

**Re: Developers Assessment Report
Tyhee NWT Corp's Yellowknife Gold Project**

In response to your e-mail dated May 10, 2007 and further to our update provided to you by e-mail dated February 9, 2007, please consider this as an update on the Yellowknife Gold Project (YGP).

Since our last update the Preliminary Economic Assessment (PEA), same as "PEE", our engineering consultant has continued its work on preparing the PEA. The inputs that are being reviewed include a revised resource estimate on the Ormsby Zone, conceptual open pit design, expected changes in waste rock quantities and storage of this material and other anticipated subtle changes to other infrastructure components such as mill thru-put, fuel storage requirements and camp requirements, all related to the envisaged open pit operation at the YGP.

Other work that will be incorporated into the overall YGP is the re-assaying of the Nicholas Lake existing core which will be incorporated into the overall global project resource. The sample preparation for this work is being done on site by ACME Labs, who have set up an independent processing lab that is intended to have assay results in hand in a more timely manner.

With the above in mind, it is intended that the PEA will be in hand in July/August and would include expected changes to the infrastructure and following our internal review and finalizing the PEA, Tyhee would then propose to meet with the MVLWB and MVEIRB to discuss the changes in the project description so we can revise section two (2) of the PDR, schedule scoping sessions to address these changes and to have revised Terms of Reference for the DAR.

As you can appreciate, an exercise such as the PEA is very dynamic and Tyhee is committed to having it completed as soon as possible, however; to proceed with MVEIRB process, we need to internally review the document, establish the changes in the project description prior to meeting with both Boards. As such, we anticipate, based on progress to date, that we would be in a position to meet in September 2007.

We apologize for any inconvenience this may cause the MVEIRB in scheduling and will keep you informed of any further changes in Tyhee NWT Corp's submission of the DAR.

Please advise if you require anything from Tyhee NWT Corp as we move the Yellowknife Gold Project forward. If you wish to contact me, please do so by calling me on my cell (780) 975-2550.

Yours truly,

Original signed by H.R. Wilson

Hugh R. Wilson

Vice President–Environment and Community Affairs

CC: Wanda Anderson, A/Executive Director, MVLWB (wanda@mvlwb.com)
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