



Mackenzie Valley Land and Water Board

7th Floor - 4910 50th Avenue • P.O. Box 2130
YELLOWKNIFE, NT X1A 2P6
Phone (867) 669-0506 • FAX (867) 873-6610

May 11, 2004

File: MV2004C0021

Mr. Derek Mulligan
Fortune Minerals Ltd.
148 Fullarton St., Suite 1508
LONDON, ON N6A 5P3

Fax: (519) 858-8155

Dear Mr. Mulligan:

Complete Application, Type "A" - Mineral Exploration - Meridian Lake

This acknowledges receipt of your land use application on May 5, 2004. The Mackenzie Valley Land and Water Board and staff will be processing your application as per Section 22 (1)(b) of the Mackenzie Valley Land Use Regulations.

Within forty-two (42) days of the date of this letter, the Mackenzie Valley Land and Water Board will take one of the following actions:

1. Issue a Type "A" permit, subject to any conditions included pursuant to Subsection 26(1);
2. order, pursuant to Subsection 24(1) of the *Mackenzie Valley Resource Management Act*, that a hearing be held or further studies or investigations be made respecting the lands proposed to be used in the land-use operation;
3. refer the application to the Mackenzie Valley Environmental Impact Review Board for an environmental assessment pursuant to Subsection 125(1) of the *Act*; or
4. where a requirement set out in Section 61 or 62 of the *Act* has not been met, refuse to issue a permit.

If you have any questions regarding this letter, contact me at (867) 669-0506 or email mvlwbpermit@mvlwb.com.

Yours sincerely,

A handwritten signature in black ink, appearing to read "Greg Smith", is written over a faint, larger version of the same signature.

Greg Smith
Regulatory Officer

Copied to: Charlene Coe for Ed Hornby, South Mackenzie District, DIAND



FORTUNE MINERALS LIMITED

148 Fullarton Street, Suite 1508, London, Ontario, Canada N6A 5P3
Tel. 519-858-8188 ~ Fax. 519-858-8155

April 5, 2004

Mr. Greg Smith

Mackenzie Valley Land and Water Board
7th Floor - 4910 50th Avenue
PO Box 2130
Yellowknife, NT X1A 2P6
Tel. 867-669-0506
Fax. 867-873-6610

Mackenzie Valley Land
& Water Board

APR 19 2004

Location # MU20040021
To P.M. / G.S. / Reg

RE: FORTUNE MINERALS APPLICATION FOR NEW LAND USE PERMIT

Dear Greg,

Please find enclosed a completed application for a new land use permit for the Slave claims. Included with the application is a location map as well as 2 claim maps. The second claim map is at a scale of 1:50 000 and shows approximate locations for possible camp sites as well as a probable area for potential diamond drilling.

Thank you for the list of contacts for the various native communities. I have included a copy of one of the letters which were sent on April 2, 2004. The distribution is shown at the bottom of the page.

Thank you and please contact me if there are any problems with processing the application.

Derek Mulligan.

6. Summary of potential environmental and resource impacts (describe the effects of the proposed land-use operation on land, water, flora & fauna and related socio-economic impacts). Use separate page if necessary.)

Initial exploration program will not have any measurable environmental or resource impacts other than minimal clearing needed for small camp construction and linecutting. No roads will be constructed at this time. Later stages of exploration including diamond drilling of mineralized zones and geophysical targets will require minimal clearing for drill set-up (~10m x 10m) as well as access trails. The food, fuel, aircraft and drilling needs will be obtained from local companies.

7. Proposed restoration plan (please use a separate page if necessary).

Restorative maintenance will be ongoing when the camp is in operation. Daily garbage burning together with bagging of aluminum cans and steel products to be flown to Yellowknife for disposal. Leaning of trees adjacent to the camp, trails, and drill set-ups will be cut into short lengths and lain flat for natural decomposition.

8. Other rights, licences or permits related to this permit application (mineral rights, timber permits, water licences, etc.)

Applicant is the holder of mineral claims (F74599 & F74600)

Roads: Is this to be a pioneered road? Has the route been laid out or ground truthed?

9. Proposed disposal methods.

- | | |
|--|--|
| <p>a) Garbage: Burn garbage in chimney-equipped incinerator. Aluminum to recycling depot in Yellowknife, steel products to YK Metals of Yellowknife dump.</p> <p>b) Sewage (Sanitary & Grey Water): Outhouses for sewage. Grey water from kitchen and showers enters sump pit.</p> | <p>c) Brush & trees: Leaning trees will be cut down, de-limbed, cut into lengths and lain flat.</p> <p>d) Overburden (Organic soils, waste material, etc.):</p> |
|--|--|

10. Equipment (includes drills, pumps, etc.) (Please use separate page if necessary.)

**** Contingent on phase 1 geology and geophysics**

Type & number	Size	Proposed use
Buggy Drill (1)	25A	subsurface drilling
Supply pump (1)	BBP 25 (25 gal/min)	pump water to drill
Drill pump w/ hydraulic motor (1)	BBP 25 c/w M2V (25 gal/min)	pump water downhole
All terrain vehicle (2)	Big Bear 350 & 400's	personal transportation
Skidder	Timberjack (model 450?)	drill move?

→ A skidder will only be brought to the site if the terrain is too rugged for a buggy drill

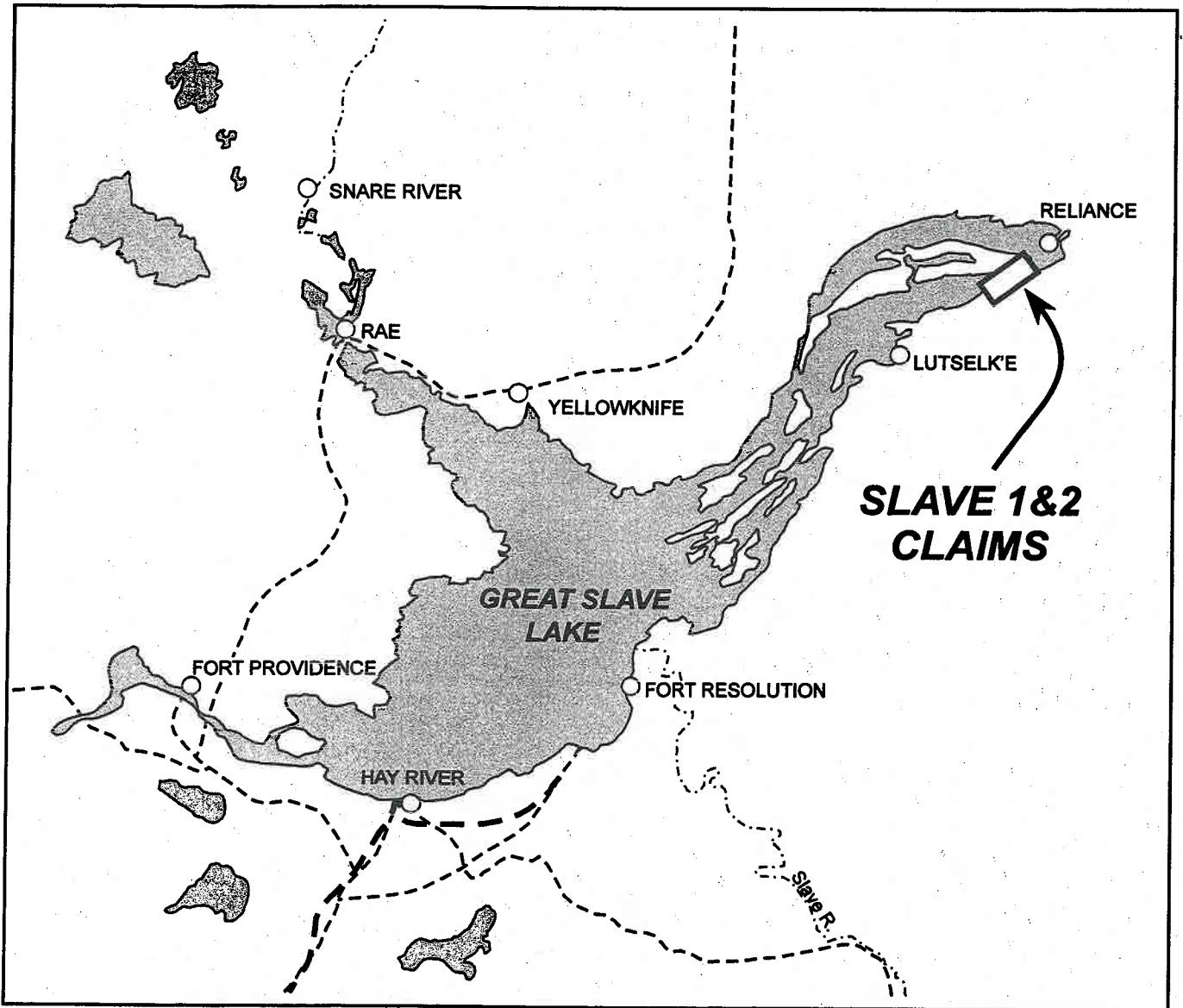


FIGURE 1.



FORTUNE MINERALS LIMITED

148 Fullarton Street, Suite 1508, London, Ontario, Canada N6A 5P3
Tel. 519-858-8188 ~ Fax. 519-858-8155

MacKenzie Valley Land
& Water Board

File _____

APR 19 2004

Application # MU2004C0021
Copied To PMLGS/Reg

April 2, 2004

Mr. Robert Sayine

Fort Resolution – Akaitcho Territory Government – Regional
General Delivery
Fort Resolution, NT X0E 0M0
Tel. 867-394-3313
Fax. 867-394-3413

RE: FORTUNE MINERALS APPLICATION FOR NEW LAND USE PERMIT

Dear Mr. Sayine,

I am writing on behalf of Fortune Minerals Limited to initiate community consultation in conjunction with our application for a new land use permit for a small land claim along the south shoreline of the East Arm of Great Slave Lake. More specifically, the **Slave** claims are along the north shore of Meridian Lake and consist of 2 contiguous blocks covering roughly 2050 hectares, approximately 70 kilometres northeast of Lutselk'e and 10 kilometres southwest of Reliance (Figures 1 & 2).

Fortune Minerals has a history of working in the Northwest Territories with one project already at an advanced stage of exploration. It is referred to as NICO and is situated in the Tli Cho settlement area, 60 kilometres northwest of Yellowknife. Fortune Minerals has a good working relationship with the Dogrib Treaty 11 First Nation and has hired several people from these communities.

Fortune Minerals proposes to conduct exploration activities under the new land use permit that would include:

- geological mapping and sampling
- line-cutting over mineralized areas
- detailed mapping, sampling and geophysical surveying
- Diamond drilling in the late summer of 2004

The duration of the land use permit is 5 years and would be extended based on results of diamond drilling. A small camp would be established initially with potential for growth based on the results of early exploration. There will be little to no impact on the environment due to the preliminary nature of the exploration programs.

Any comments or concerns regarding the application for this land use permit by you or any of the members of the community would be appreciated and can be forwarded to me by mail at the address at the top of this page, by telephone (519-858-8188), fax (519-858-8155) or email (dmulligan@fortuneminerals.com).

Sincerely,

Derek Mulligan