



Mackenzie Valley Environmental Impact Review Board

July 13, 2007

Willy Kushner
Project Geologist
Hunter Bay Resources Ltd.
595 Howe St., Suite 206
Vancouver, BC V6C 2T5

Dear Mr. Kushner

Re: Hunter Bay Resources LUP Application S07C-004

This letter is in follow up to advice you received last week from George Govier, Executive Director of the Sahtu Land and Water Board. Mr. Govier had advised you that the Mackenzie Valley Environmental Impact Review Board (Review Board) requires additional time to review the above application before a final decision can be made on whether or not this proposed development will be referred to environmental assessment or proceed directly to permitting.

This letter will confirm the advice provided by Mr. Govier. Unfortunately the Land Use Permit you have received from the Sahtu Land and Water Board may have been issued prematurely. The Review Board is seeking additional information from the Sahtu Land and Water Board regarding the preliminary screening that was conducted on this development application. We hope to receive that information shortly so that a decision can be made by the Review Board on whether or not this development can proceed at this time.

Your patience is appreciated. We will be advising you further as soon as possible.

Sincerely,



Vern Christensen
Executive Director

C: Larry Wallace, Chairperson
George Govier, Executive Director
Sahtu Land and Water Board