



November 12, 2010

Yukon Water Board
Suite 106, 419 Range Road
Whitehorse, YT Y1A 3V1

Attention: Joelle Janes, Licensing Officer

Subject: Usage of EBA documents in consideration of Water Use Application QZ10-026.

Dear Ms. Janes:

In response to the May 2010 Information Request from the Yukon Water Board, and specifically question number 25 which is in relation to the disclaimer in the 2008 EBA Geotechnical report, Yukon-Nevada Gold Corp. and Ketza River Holdings approves the use of the 2008 EBA Geotechnical report for the purposes of licensing and any other required uses pertaining to the care and maintenance of the tailings pond.

We also approve the November 5, 2010 letter with subject "Water Use Application QZ10-026, Care and Maintenance of the Ketza River Mine Tailings Pond Information Request" for the purposes of licensing and any other required uses pertaining to the care and maintenance of the tailings pond.

Yours sincerely,

A handwritten signature in blue ink, appearing to read 'Graham Dickson', is written over a faint blue line.

Graham Dickson
e-mail: graham@yngc.ca