

NORTHWEST  
TERRITORIES  
WATER BOARD



NUNAPPA  
SIVUNIUKPAIT  
IMMAKUN

WATER REGISTER: N7L1-1797

October 16, 2007

Nancy Dilts  
Vice President, Legal and Regulatory  
MGM Energy Corp.  
4100, 350 - 7<sup>th</sup> Avenue S.W.  
CALGARY, AB T2P 3N9

Dear Ms. Dilts:

**ASSIGNMENT OF WATER LICENCE: N7L1-1797**

The Northwest Territories Water Board has reviewed your Application for Assignment of Licence and hereby approves the assignment of Water Licence N7L1-1797 from EnCana Corporation to MGM Energy Corp.

MGM Energy Corp. will fulfill all terms and conditions of the existing Water Licence N7L1-1797, and subsequent amendment(s). Attached is a replacement cover page of Water Licence N7L1-1797.

If you require further information, please contact this office at (867) 765-0106. For inquiries of a technical nature, please ask for Mr. Joe Murdock.

Sincerely,

Gordon Wray  
Chairman  
N.W.T. Water Board

Attach.

# NORTHWEST TERRITORIES WATER BOARD

Pursuant to the *Northwest Territories Waters Act* and Regulations the Northwest Territories Water Board, hereinafter referred to as the Board, hereby grants to

MGM ENERGY CORP.

(Licensee)

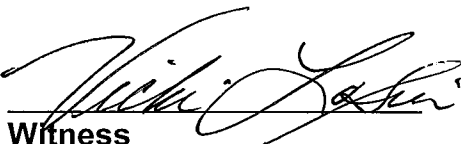
of 4100, 350 - 7<sup>th</sup> AVENUE S.W.  
CALGARY, ALBERTA T2P 3N9  
(Mailing Address)

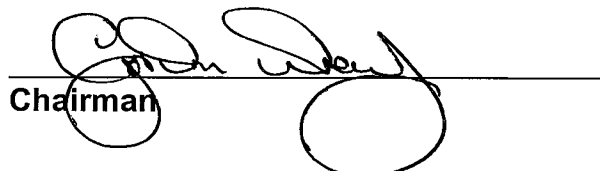
hereinafter called the Licensee, the right to alter, divert or otherwise use water subject to the restrictions and conditions contained in the *Northwest Territories Waters Act* and Regulations made thereunder and subject to and in accordance with the conditions specified in this Licence.

Licence Number	<u>N7L1-1797</u>
Licence Type	<u>"B"</u>
Water Management Area	<u>NORTHWEST TERRITORIES 07</u>
Location	<u>MACKENZIE DELTA: BURNT LAKE</u> <u>Within a two kilometre radius of:</u> <u>N16:69°25'53.1" E/134°19'06"N</u> <u>NORTHWEST TERRITORIES</u>
Purpose	<u>TO USE WATER AND DISPOSE OF</u> <u>WASTE FOR MUNICIPAL AND</u> <u>INDUSTRIAL UNDERTAKINGS</u>
Description	<u>OIL AND GAS</u>
Quantity of Water Not to be Exceeded	<u>1800 CUBIC METRES DAILY</u>
Effective Date of Licence	<u>DECEMBER 15, 2003</u>
Expiry Date of Licence	<u>DECEMBER 31, 2008</u>

This Licence issued and recorded at Yellowknife includes and is subject to the annexed conditions.

**NORTHWEST TERRITORIES WATER BOARD**

  
Witness

  
Chairman