

Ms Maree Webster
Mining Registrar,
Minerals and Energy Titles Division
Department of Primary Industries, Fisheries and Mines
GPO Box 3000
Darwin, NT 0801

Date: 3rd December 2010

Dear Ms Webster,

RE: AUTHORISATION (Section 178) AN 457 – MOUNT ISA MINES LIMITED

A variation of covenant is requested for the final year of title AN457.

The stated expenditure for the final year was set at \$8,000, however the total expenditure for AN457 was a zero amount which resulted in a Nil Report. This was due to a continuation of a lack of resources from critical technical staff over the 2009/2010 reporting period.

The prescribed \$57.00 fee for variation of covenant will be paid as soon as possible for AN457 into the nominated account. Please do not hesitate to contact me if you have any further queries.

Yours faithfully,

A handwritten signature in black ink, appearing to read "K Grenfell".

Karissa Grenfell
Acting Mining Manager
McArthur River Mining Pty Ltd