Executive Summary

Baffinland Iron Mines Corporation is applying for a new Type B Water Licence so it can start to build some of the fuel tanks, laydown areas and camp pads that will be needed for the Mary River Project. The company will also begin the development of new quarries to provide materials to build these new facilities. The company will also expand the sewage treatment facility at the Milne Port and Mine Site. Specifically, starting in May 2013, Baffinland would like to undertake the following spring- summer construction:

- Begin development of Quarry Q1 1+100 at Milne Port to generate crushed and screened aggregate for the development of the Milne Port site, and Quarry QMR2 located at the Mary River Mine Site.
- Construct camp facility pads at both the Mary River Mine Site and at the Milne Port site, as well as begin installation of construction camps and associated camp facilities.
- Begin development of two laydown areas (laydowns A and B) at Milne Port for the storage of equipment and supplies being delivered via the summer sealifts.
- Expand existing camp sewage facilities (additional PWSP pond) at Milne Port that will provide additional capacity with respect to the sewage treatment system.
- Expand existing fuel tank secondary containment area at Milne Port.
- Construct one additional 5ML diesel fuel storage tank at Milne Port within the existing secondary containment constructed in 2011 (same construction as the existing 5 ML tank).

The facilities proposed to be constructed under this Type B Water Licence were fully considered as part of the Mary River NIRB Project Certificate issued on December 28, 2012. Once issued, the Type A Water Licence relating to the Mary River Project will replace this Type B Water Licence (related to the above construction activities) that is the subject of this application.