

File: 2AM-DOH1335 / TR / D1

July 4, 2019

Oliver Curran TMAC Resources Inc. 95 Wellington Street West Suite 1010, PO Box 44 Toronto, ON M5J 2N7

E-mail: oliver.curran@tmacresources.com

Subject: Engineering Drawings for the Madrid North Waste Rock Pile (Issued for

Construction); Type "A" Water Licence 2AM-DOH1335, Hope Bay Phase 2

Project, TMAC Resources Inc.

Dear Mr. Curran

The Nunavut Water Board (NWB or Board) received from TMAC Resources Inc. (TMAC or Licensee) on June 17, 2019, Issued for Construction Engineering Drawings for the Madrid North Waste Rock Pile, at the Hope Bay Phase 2 Project (IFC Package), for Board review as required under Part D, Item 1, of the Water Licence 2AM-DOH1335 (Licence) that was approved by the Minister of Crown-Indigenous Relations and Northern Affairs Canada (CIRNAC) on January 14, 2019.

The IFC Package outlines the final details and design for the construction of the Waste Rock Pad and associated Contact Water Pond Berm, at the Madrid North site. This infrastructure was previously described in, and updated slightly from, TMAC's Hope Bay Project, Waste Rock, Ore and Mine Backfill Management Plan, dated March 2019, and was originally presented in their Type "A" Water Licence Application package for the Phase 2 Hope Bay Belt Project.

The IFC Package was distributed for a public review on June 19, 2019, and on July 3, 2019, one comment was received from Crown-Indigenous Relations and Northern Affairs Canada (CIRNAC), reminding the Licensee to provide the locations and details for all sumps and access roads, including surface water diversion features, as part of the construction summary report required by Licence condition Part D, Item 11. As this is a standard condition of NWB Water Licences for mining operations, it is understood that TMAC will auspiciously comply with this condition.

The NWB has reviewed the IFC Package and related submissions, and finds the information functional and generally satisfying Licence requirements, specifically PART D, Item 1, of Licence 2AM-DOH1335. By copy of this letter, the Board acknowledges that these activities are consistent with the existing terms and conditions of the Licence and do not require any amendments to Licence conditions. The Licensee is advised that the Board's review of this document is **not** intended or offered as any representation regarding the suitability of the plans nor third party verification of the design, construction, planning or engineering presented in the document. TMAC is further reminded that all relevant monitoring should be conducted and to ensure that the site is stable once activities are completed, and that a Construction Summary Report should be provided as per Licence terms and conditions.

Should you have any questions or require any clarification with respect to the above, please feel free to contact the undersigned via email at Derek.Donald@nwb-oen.ca or phone (867) 360-6338 (Ext. 32).

Sincerely,

NUNAVUT WATER BOARD

Derek Donald Technical Advisor

Attachment: Comments by CIRNAC Cc: Distribution list – Doris North