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April 18, 2014

Phyllis Beaulieu
Manager of Licensing
Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU
X0B 1J0

Re: 2AM-DOH1323 Doris North Closure Plan and Security Estimate

Hello Phyllis,

Please find attached the updated Doris North Mine Closure and Reclamation Plan for review and approval by the Nunavut Water Board (the "Board"). This Plan replaces the 2012 Interim Doris North Closure Plan and describes the closure procedures and cost of the Doris North Project once fully constructed.

The 2012 Interim Doris North Closure Plan described the closure and reclamation procedures and costs of the currently constructed project. No construction has taken place at the Doris North site since the 2012 Interim Plan was submitted, and, as a result, the current security of \$13.09 million established pursuant to the 2012 Interim Doris North Closure Plan as well as Water Licence 2AM-DOH1323 and posted for the Project remains appropriate.

Given the current construction status, TMAC proposes the following approach to updating reclamation security in the future once mine construction is recommenced. TMAC will submit an updated reclamation security estimate not less than 6 months prior to each of the two remaining significant project benchmarks, specifically installation of the mill and the deposition of tailings in Tail Lake. Any required security increase would be posted as required prior to commencing each of these activities. It is noted that the enclosed Doris North Mine Closure and Reclamation Plan indicates that closure costs will total \$21.55 million once construction is complete and tailings are generated.

TMAC requests that the Board confirm that this staged approach to future reclamation security increases will be acceptable. We would be pleased to discuss this matter with you further, at your convenience.

Sincerely,

A handwritten signature in blue ink, appearing to read 'H. Vennart', is written over a horizontal line.

Katsky Venter
Environmental Site Manager
Hope Bay Project

CC: Geoff Clark, KIA
David Abernathy, AANDC