

March 12th, 2015

Agnico Eagle Mines Limited Meadowbank Division P.O Box 540 Baker Lake, Nunavut, Canada X0C 0A0

RE: Revocation of Aboriginal Affairs and Northern Development Canada (AANDC) Inspector's Direction, pursuant to 87(1) of the Nunavut Waters and Nunavut Surface Rights Tribunal Act (NWNSRTA), dated November 8th, 2013 issued for the Meadowbank Gold Project.

Background

An Inspector's Direction dated November 8th, 2013 was issued to Agnico Eagle Mines Limited (AEML) owner and operator of the Meadowbank Gold Project, requesting measures to be taken following the incident which occurred on July 29th, 2013.

Current Status of the AANDC Inspector's Direction

Please take note, this correspondence is to inform AEML that the AANDC Inspector's Direction dated November 8th, 2013 towards Meadowbank Gold Project is now revoked recognizing that actions were taken to address the AANDC Inspector's Direction.

These actions include:

- 1. AEML conducting an internal investigation into the release of waste from ST-16 locations into NP-2 Lake.
- 2. Working in consultation with an independent engineering firm to investigate the possible failure of the Waste Rock Plug.
- 3. The development of a plan to immediately stop the releases of waste from ST-16 locations into NP-2 Lake.
- 4. The development of a long term plan to include measures to secure the waste from ST-16 locations into NP-2 Lake and counteract and/or remediate the affected area.

Actions Required

The Meadowbank Gold Project is required to continue to carry out these plans as proposed, and provide annual updates within the annual report to such plans as current practices change.

Should you have any questions please contact me at (867) 975-4296

Regards,

Christine Wilson

Christin Welson

Water Resource Officer

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