



Nunavut Regional Office
Water Resources Division
Resource Management Directorate
Building 918, P.O. Box 100
IQALUIT NU, X0A 0H0

January 24, 2013

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

Our reference:
IQALUIT-#625741

Your reference:
2AM-MEA0815

Re: Water Licence Security

**Meadowbank Gold Project – Agnico-Eagle Mines Ltd. – Scotiabank
Irrevocable Standby Letter of Credit No. S18572/277309 – as Amended,
January 7, 2013 (Amendment No. 4)**

Ms. Beaulieu,

Please be advised that on January 11, 2013 Aboriginal Affairs and Northern Development Canada received the above-referenced Irrevocable Standby Letter of Credit as amended, January 7, 2013. This security instrument was submitted by Agnico-Eagle Mines Ltd. pursuant to Part C, Item 1 of the Meadowbank Gold Project's Type 'A' Nunavut Water Board licence, No. 2AM-MEA0815.

This licence term and condition states,

1. The Licensee shall furnish and maintain security with the Minister in the form that is satisfactory to the Minister, in the prescribed amounts:
 - a. Within thirty days of approval of this licence, an amount of \$26,000,000;
 - b. An additional amount of \$4,000,000 on January 1, 2010;
 - c. An additional amount of \$4,000,000 on January 1, 2011;
 - d. An additional amount of \$4,000,000 on January 1, 2012;
 - e. An additional amount of \$4,000,000 on January 1, 2013; and,
 - f. An additional amount of \$1,900,000 on January 1, 2014

for a total of \$43,900,000.

The Irrevocable Standby Letter of Credit, issued by Scotiabank, was amended to:

- Increase the credit by \$4,000,000 to a total of \$42,000,000; and,
- The beneficiary's address has been amended to Building 969, IQALUIT, NUNAVUT, CANADA, X0A 0H0 (formerly P.O. Box 100 Building 918, IQALUIT, NUNAVUT, CANADA, X0A 0H0).

This amendment is effective January 1, 2013.

The department acknowledges and agrees to the above-referenced amendment. Attached for your records is a copy of this document signed by Murray Ball, Manager of Water Resources.

Should you have any questions or comments, please do not hesitate to contact me by telephone at 867-975-4555 or email at david.abernethy@aandc-aadnc.gc.ca.

Regards,

David Abernethy

Water Resources Regional Coordinator

c.c.: Murray Ball, Manager of Water Resources
Stéphane Robert, Agnico-Eagle Mines Ltd.

Copy

*Original received by
Murray Ball,
Manager Water Resources
AANDC, Igloolik
January 2013
[Signature]*

DATE: JANUARY 7, 2013

AMENDMENT TO IRREVOCABLE
STANDBY LETTER OF CREDIT NO.
S18572/277309
DATED : AUGUST 8, 2008
AMOUNT: CAD 26,000,000.00
AMENDMENT NUMBER: 4

APPLICANT:
AGNICO-EAGLE MINES LIMITED
145 KING STREET EAST, SUITE 400
TORONTO, ONTARIO
CANADA M5C 2Y7

BENEFICIARY:
HER MAJESTY THE QUEEN IN RIGHT OF
CANADA AS REPRESENTED BY THE
MINISTER OF INDIAN AFFAIRS AND
NORTHERN DEVELOPMENT PAYABLE
TO THE RECEIVER GENERAL FOR CANADA
C/O P.O. BOX 100 BUILDING 918
IGLOOLIT, NUNAVUT, CANADA, X0A 0H0
ATTN: REGIONAL DIRECTOR GENERAL,
NUNAVUT REGIONAL OFFICE

THIS AMENDMENT IS TO BE CONSIDERED AS
PART OF THE ABOVE STANDBY LETTER OF
CREDIT AND MUST BE ATTACHED THERETO.

DEAR SIR(S) :

THE ABOVE MENTIONED CREDIT IS AMENDED AS FOLLOWS:
THE AMOUNT OF THIS CREDIT HAS BEEN INCREASED BY CAD 4,000,000.00
THE AMOUNT OF THIS CREDIT IS AMENDED TO: CAD 42,000,000.00 .

THE FOLLOWING ADDITIONAL CONDITION HAS BEEN ADDED:
THIS AMENDMENT IS EFFECTIVE JANUARY 1, 2013.

BENEFICIARY'S ADDRESS HAS BEEN AMENDED AS: BUILDING 969, IGLOOLIT, NUNAVUT
CANADA X0A 0H0

ALL OTHER TERMS AND CONDITIONS UNCHANGED.

YOURS TRULY,

[Signature]

AUTHORIZED SIGNATURE/SIGNATAIRE AUTORISÉ

[Signature] (5610)

[Signature] N206

AUTHORIZED SIGNATURE/SIGNATAIRE AUTORISÉ