



Nunavut Regional Office
Water Resources Division
Iqaluit, NU

Our reference:
IQALUIT-#504695

February 23, 2012

Your reference:
2AM-MEA0815/TR/C1d

Phyllis Beaulieu
Manager of Licensing
Nunavut Water Board
Gjoa Haven, NU

Sent by email: licensing@nunavutwaterboard.org

**Re: Water Licence No. 2AM-MEA0815, Amendment No. 3 to Irrevocable
Standby Letter of Credit No. S18572/277309, Scotiabank –
Meadowbank Gold Project, Agnico-Eagle Mines Ltd.**

Dear Phyllis,

On January 27, 2012 Aboriginal Affairs and Northern Affairs Canada (**AANDC**) received the above-referenced amended letter of credit, dated January 20, 2012, in the amount of CAD 38,000,000.00 (attached). This amendment was submitted pursuant to Part C, Item 1(d) of the Agnico-Eagle Mines (**AEM**) Ltd.'s Type 'A' Water Licence, No. 2AM-MEA0815. It increases the amount of water licence security by CAD 4,000,000.00.

Please do not hesitate to contact me by telephone at (867) 975-4555 or email at david.abernethy@aandc-aadnc.gc.ca to discuss this submission.

Regards,

David Abernethy
Water Resources Regional Coordinator
Operations Directorate
Nunavut Regional Office
Aboriginal Affairs and Northern Development Canada
Iqaluit, NU

Encl.

c.c.: Murray Ball, Manager of Water Resources, AANDC
Andrew Keim, A/Manager of Field Operations, AANDC
Rachel Gould, Permitting and Compliance Coordinator, AEM Ltd.
Stéphane Robert, Environment Superintendent, AEM Ltd.

DATE: JANUARY 20, 2012

AMENDMENT TO IRREVOCABLE
STANDBY LETTER OF CREDIT NO.
S18572/277309
DATED : AUGUST 8, 2008
AMOUNT: CAD 26,000,000.00
AMENDMENT NUMBER: 3APPLICANT:
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 PAYABLETHIS 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 38,000,000.00 .THE FOLLOWING ADDITIONAL CONDITION HAS BEEN ADDED:
THIS AMENDMENT IS EFFECTIVE JANUARY 1, 2012.

ALL OTHER TERMS AND CONDITIONS UNCHANGED.

YOURS TRULY,

THIS DOCUMENT CONSISTS OF 1 PAGE(S).


AUTHORIZED SIGNATURE/SIGNATAIRE AUTORISÉ
AUTHORIZED SIGNATURE/SIGNATAIRE AUTORISÉ