

MARY RIVER PROJECT PHASE 2 PROPOSAL

Updated Application for Amendment No. 2 of Type A Water Licence 2AM-MRY1325

Prepared for: Baffinland Iron Mines Corporation

Prepared by: Knight Piésold Ltd.

P/A Number: NB102-181/53-3

Revision Number: 0

Date: May 2, 2019



Prepared for

Baffinland Iron Mines Corporation

#300 – 2275 Upper Middle Road Eat Oakville, Ontario Canada, L6H 0C3

Prepared by

Knight Piésold Ltd.

1650 Main Street West North Bay, Ontario Canada, P1B 8G5

NB102-181/53-3

MARY RIVER PROJECT - PHASE 2 PROPOSAL UPDATED APPLICATION FOR AMENDMENT NO. 2 OF TYPE A WATER LICENCE 2AM-MRY1325

Rev	Description	Date
0	Issued in Final	May 2, 2019



TABLE OF CONTENTS

PAGE

Table	of Conter	nts	
4.0	INTROD	DUCTION	4
1.0 1.1			
		N	
1.2		e Phase 2 Proposal	
1.3	-	d Changes to the Licence Scope	
1.4	Contents	s of this Application	11
2.0	CONST	RUCTION AND OPERATIONS (PART D)	15
2.1	Overviev	w of Changes	15
2.2	Applicab	ole Management Plans	15
2.3	North Ra	ailway	16
2.4	Tote Roa	ad Realignments and Access Roads	16
2.5	Waterco	ourse Crossings and Diversions	17
	2.5.1	North Railway Crossings	17
	2.5.2	North Railway Pond Encroachments and Infillings	18
	2.5.3	North Railway Stream Diversions	18
	2.5.4	New and Modified Crossings On the Tote Road	19
2.6	Ore Doc	k and Associated Infrastructure	19
2.7	Quarries	S	19
	2.7.1	List of Proposed Quarries	19
	2.7.2	ARD/ML Testing	21
	2.7.3	Future Quarry-Specific Management Plans	23
2.8	Laydowr	n Areas	23
2.9	Construc	ction Camps	25
2.10	Permane	ent Camps	27
2.11	Sedimer	nt and Erosion Control Measures	27
3.0	WATER	USE AND MANAGEMENT (PART E)	28
3.1		w of Changes	
3.2		ole Management Plans	
3.3		ction Phase Water Use	
3.4		on Phase Water Use	
3.5		ppression Water Use	
3.6		ter Management	
3.7		upply Infrastructure	
3.8		Block Flow Diagrams	
4.0	WASTE	DISPOSAL AND MANAGEMENT (PART F)	33
		, ,	



4.1	Overview of Changes	33
4.2	Applicable Management Plans	33
4.3	Waste Rock	33
4.4	Ore Stockpile Stormwater	34
4.5	Waste Generation and Solid Waste Management Facilities	34
4.6	Oily Water Treatment Facility	36
4.7	Sewage Disposal	36
4.8	Landfill at Milne Port	37
4.9	Rail Construction Soil Spoils	37
5.0	EMERGENCY RESPONSE AND CONTINGENCY PLANNING (PART H)	
5.1	Overview of Changes	
5.2	Applicable Management Plans	
5.3	Fuel Tanks	
5.4	Explosives Manufacturing and Storage	41
6.0	GENERAL AND AQUATIC EFFECTS MONITORING (PART I)	
6.1	Applicable Management Plans	
6.2	Potential New Monitoring Stations	43
7.0	ABANDONMENT, RECLAMATION AND CLOSURE (PART J)	
7.1	Overview of Changes	
7.2	Interim Closure and Reclamation Plan	
7.3	Security	53
8.0	ENVIRONMENTAL MANAGEMENT PLANS	54
9.0	FUTURE SUBMISSIONS TO THE NWB	57
10.0	REFERENCES	58
11.0	CERTIFICATION	62
	TABLES	
Table	e 1.1 Proposed Modifications to the Scope of the Current Water Licence	8
Table	e 1.2 Attachments to this Application	12
Table		13
Table	9 9	
Table		
Table	-1	
Table	• •	
Table		
Table	'	
Table	e 3.3 Approved and Proposed Dust Suppression Water Sources	30



Table 4.1	Modifications and Additions to Existing Solid Waste Management Facilities35
Table 4.2	Projected Waste Quantities35
Table 4.3	Soil Spoils Generation and Storage Summary39
Table 5.1	Maximum Cumulative Quantities of Explosives and Ammonium Nitrate41
Table 6.1	Proposed Revisions to the Milne Port SNP Stations44
Table 6.2	Proposed Revisions to the Mine Site SNP Stations48
Table 8.1	Status of Management Plans Required Under the Type A Water Licence54
Table 9.1	Timelines for Future Submissions to the NWB57
	FIGURES
Figure 1.1	Project Location Map2
Figure 1.2	North Railway Location5
Figure 1.3	Milne Port Layout6
Figure 1.4	Mine Site Layout - Final Year of Mining7
Figure 2.1	Proposed Quarry Locations
Figure 2.2	Proposed Laydown Area Locations
Figure 6.1	Milne Port Layout Showing Water Licence Monitoring Stations51
Figure 6.2	Mine Site Layout Showing Water Licence Monitoring Stations52
	ATTACHMENTS
	ATTACTIMENTO
Attachment 1	Executive Summary
Attachment 2	Water Licence Amendment Application
Attachment 3	Application Concordance
Attachment 4	Regulatory Correspondence
Attachment 5	Compliance Report
Attachment 6	Proponent Information
Attachment 7	Design Criteria
Attachment 8	Geotechnical Studies
Attachment 9	Geochemical Evaluations
Attachment 10	North Railway Detailed Figures
Attachment 11	North Railway Design
Attachment 12	Road Modifications
Attachment 13	Watercourse Crossings
	Mine Site Material Handling and Water Management
	Milne Port Material Handling and Water Management
	Temporary Ore Staging Area
	Mine Site Fuel Tank Farm
Attachment 18	Water Supply and Sewage
Attachment 19	Milne Port Landfarm Manual



Attachment 20 Emergency Response Plan Attachment 21 Spill Contingency Plan

Attachment 22 Surface Water, Aquatic Ecosystem Management Plan

Baffinland Iron Mines Corporation Mary River Project - Phase 2 Proposal Updated Application for Amendment No. 2 of Type A Water Licence 2AM-MRY1325

Attachment 23	Fresh Water Supply, Sewage, and Wastewater Management Plan
Attachment 24	Waste Management Plan
Attachment 25	Hazardous Materials and Hazardous Waste Management Plan
Attachment 26	Borrow Pit and Quarry Management Plan
Attachment 27	Aquatic Effects Monitoring Plan
Attachment 28	Environmental Protection Plan
Attachment 29	Interim Closure and Reclamation Plan
Attachment 30	Surface Water Sampling Program – QA/QC Plan
Attachment 31	Phase 1 Waste Rock Management Plan
Attachment 32	Life-of-Mine Waste Rock Management Plan



Abbreviations

the Project	Mary River Project
AEMP	Aquatic Effects Monitoring Plan
ARD	acid rock drainage
AREMA	American Railway Engineering and Maintenance-of-Way Association
Baffinland	Baffinland Iron Mines Corporation
DFO	Fisheries and Oceans Canada
EPP	Environmental Protection Plan
ERP	Early Revenue Phase
FEIS	Final Environmental Impact Statement
Golder	
Hatch	Hatch Ltd.
IFC	Issued for Construction
Knight Piésold	Knight Piésold Ltd.
Licence	Type A Water Licence 2AM-MRY1325
MBR	Membrane Biological Reactor
ML	metal leaching
MSC	Mine Site Complex
Mtpa	million tonnes per annum
NIRB	Nunavut Impact Review Board
NPC	Nunavut Planning Commission
NWB	Nunavut Water Board
OPEP	Oil Pollution Emergency Plan
PSC	Port Site Complex
PWSP	Polishing Waste Stabilization Pond
RBC	Rotating Biological Contactor
ROM	Run of Mine
SNP	Surveillance Network Program
STP	sewage treatment plant
TSD	Technical Supporting Document
WRF	waste rock facility
WWTP	wastewater treatment plant



1.0 INTRODUCTION

1.1 OVERVIEW

Baffinland Iron Mines Corporation (Baffinland) requires a second amendment to its Type A Water Licence 2AM-MRY1325 (the Licence; Nunavut Water Board (NWB), 2015) to support the Phase 2 Proposal at the Mary River Project (the Project). The Mary River Project is an operating iron ore mine located in the Qikiqtani Region of Nunavut (Figure 1.1). Baffinland is the owner and operator of the Project. The Phase 2 Proposal is described in Section 1.2.

This application for a second amendment to the Licence is being submitted to the NWB as part of an Amendment No. 2 to the Final Environmental Impact Statement (FEIS Amendment No. 2) being filed with the Nunavut Impact Review Board (NIRB), so that the Phase 2 Proposal can be evaluated jointly by the NIRB and the NWB in a coordinated process (NIRB and NWB, 2012). This is an updated application, as an initial application was submitted to the NWB in September 2018 (KP, 2018a). The content of this application in relation to the original application is described in Section 1.4.

Item 10 of Part B (General Conditions) of the Licence states:

The Licensee shall notify the NWB of any major or significant changes in development plans, phase, or conditions associated with the Project, including commencement of the full Operations Phase and other phases associated with the Project, at least sixty (60) days prior to carrying such changes.

The Phase 2 Proposal represents a significant modification to the Project (Nunavut Planning Commission, 2018).

Also relevant to this application to amend the Licence, Item 12 of Part B (General Conditions) of the Licence states:

The Licensee shall, for all Plans submitted under this Licence, include a proposed timetable for implementation. Plans submitted for approval/acceptance, cannot be undertaken without subsequent written Board approval and/or direction. The Board may alter or modify a Plan if necessary to achieve the objectives of the Licence of other regulatory instruments. For plans submitted for Board approval, the Board will notify the Licensee in writing of the Board's approval, rejection or alteration of the Plan. Plans or drawings submitted to the Board for review and/or comments do not necessarily require Board approval prior to implementation; however, the Board may request revisions to those Plans, as required.

Part G of the Licence (Conditions Applying to Modifications) describes the process to seek and implement modifications to aspects of the Project authorized under the Licence. The Phase 2 Proposal cannot be implemented consistent with the terms of the current Licence (Part G, Item 1). As such, Baffinland is seeking written approval from the Board, in accordance with Part G, Item 2 of the Licence. Part G, Item 3 outlines the information to be provided to the Board when seeking such approval.



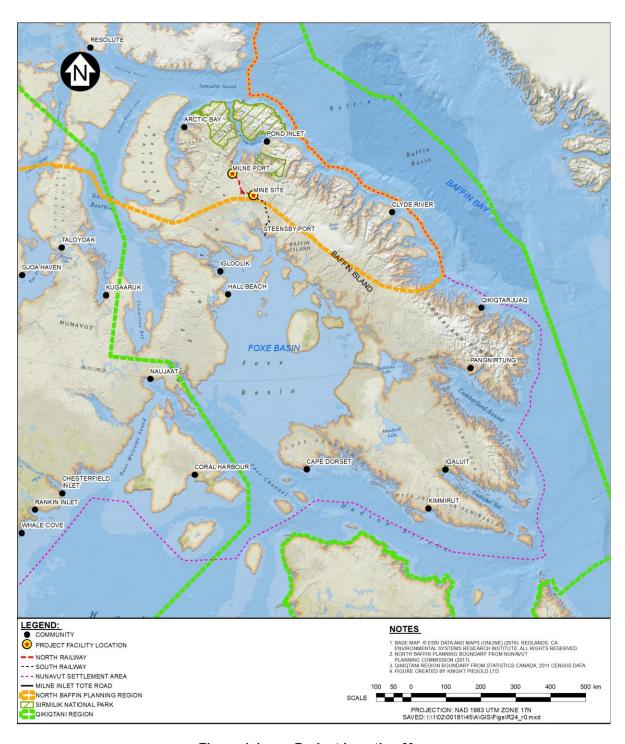


Figure 1.1 Project Location Map



- 3. Applications for modifications shall contain:
 - a. A description of the facilities and/or works to be constructed;
 - b. The proposed location of the structure(s);
 - c. Identification of any potential impacts to the receiving environment;
 - d. A description of any monitoring required, including sampling locations, parameters measured and frequencies of sampling;
 - e. Schedule for construction;
 - f. Drawings of engineered structures stamped by a Professional Engineer; and
 - g. Proposed sediment and erosion control measures.

This document describes the activities associated with the Phase 2 Proposal, including required modifications to existing infrastructure currently authorized under the Licence and new infrastructure and/or facilities that are designed to contain, withhold, divert or retain water and/or waste. Information has been provided at a conceptual level for all relevant aspects of the Phase 2 Proposal to support amending the scope of the Licence. In select instances, detailed engineering drawings will be provided to the Board for approval prior to implementation of those same project components, in accordance with the requirements of the current Licence.

1.2 ABOUT THE PHASE 2 PROPOSAL

As part of the regulatory approval process, Baffinland submitted a FEIS to the NIRB, which presented in-depth analyses and evaluation of potential environmental and socioeconomic effects associated with the Project (Baffinland, 2012).

In 2012, NIRB issued Project Certificate No 005 which provided approval for Baffinland to mine 18 million tonnes per annum (Mtpa) of iron ore, construct a railway to transport the ore south to a port at Steensby Inlet which operates year-round, and to ship the ore to market (NIRB, 2012). The Project Certificate was subsequently amended to include the mining of an additional 4.2 Mtpa of ore, trucking this amount of ore by an existing road (the Tote Road) north to an existing port at Milne Inlet, and shipping the ore to market during the open water season (NIRB, 2014). The total approved iron ore production was increased to 22.2 Mtpa (4.2 Mtpa transported by road to Milne Port, and 18 Mtpa transported by rail to Steensby Port). This is now considered the Approved Project. The 18 Mtpa Steensby rail project has not yet been constructed, however 4.2 Mtpa of iron ore is being transported north by road to Milne Port currently. In April 2018, Baffinland submitted a request for a second amendment to Project Certificate No.005 to allow for a short-term increase in production and transport of ore via road through Milne Port from the current 4.2 Mtpa to 6.0 Mtpa (Stantec Consulting Ltd., 2018). NIRB (2018a) issued Amendment No. 2 of Project Certificate No.005 to Baffinland on October 20, 2018.

The Phase 2 Proposal involves increasing the quantity of ore shipped through Milne Port to 12 Mtpa, via the construction of a new railway running adjacent to the existing Tote Road (called the North Railway; Figure 1.2). The total mine production will increase to 30 Mtpa with 12 Mtpa being transported via the North Railway to Milne Port and 18 Mtpa transported via the South Railway to Steensby Port. Construction on the North Railway is planned to begin in late 2019. Completion of the North Railway is expected in 2020 with transportation of ore to Milne Port by trucks and railway ramping up as mine production increases to



12 Mtpa by 2020. Shipping from Milne Port will also increase to 12 Mtpa by 2020. Construction of the South Railway and Steensby Port will commence in 2021 with commissioning and a gradual increase in mine production to 30 Mtpa by 2024. Shipping of 18 Mtpa from Steensby Port will begin in 2025.

Phase 2 also involves the development of additional infrastructure at Milne Port, including a second ore dock (Figure 1.3). Shipping at Milne Port will continue to occur during the open water season, and may extend into the shoulder periods when the landfast ice is not being used to support travel and harvesting by Inuit. Various upgrades and additional infrastructure will also be required at the Mine Site and along both the north and south transportation corridors to support the increase in production and construction of the two rail lines (Figure 1.4).

Facilities associated with the South Railway and Steensby Port have yet to be built. Issued for Construction (IFC) drawings and other required submissions will be submitted to the Board in accordance with Part B, Item 10 of the Licence, prior to construction of these project components.

1.3 PROPOSED CHANGES TO THE LICENCE SCOPE

The Phase 2 Proposal will involve an increase in the intensity of use of approved activities and an expansion of existing infrastructure. There are no new types of activities associated with the Phase 2 Proposal; for example, the Phase 2 Proposal includes a new North Railway, but the existing licence contemplates the South Railway. With respect to mining, while the annual production rate will increase, there is no change to the mine plan; the same orebody will be mined at a different rate and schedule. As such, the current Licence already contains the mechanisms and provisions to regulate the Phase 2 Proposal, with only modest modifications to the Licence required.

Part A, Item 1 of the current Licence presents a bulleted list describing the scope of the Licence. This scope is presented in Table 1.1 along with proposed modifications that are part of the Phase 2 Proposal.



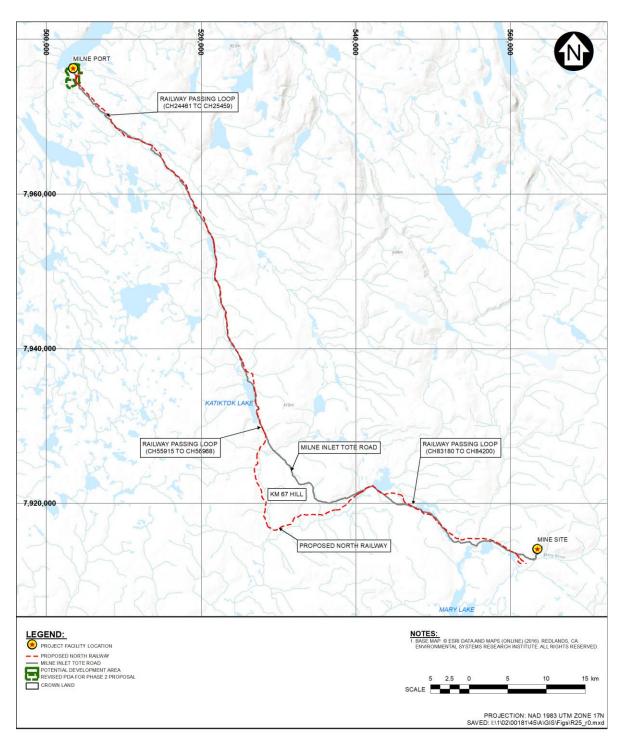
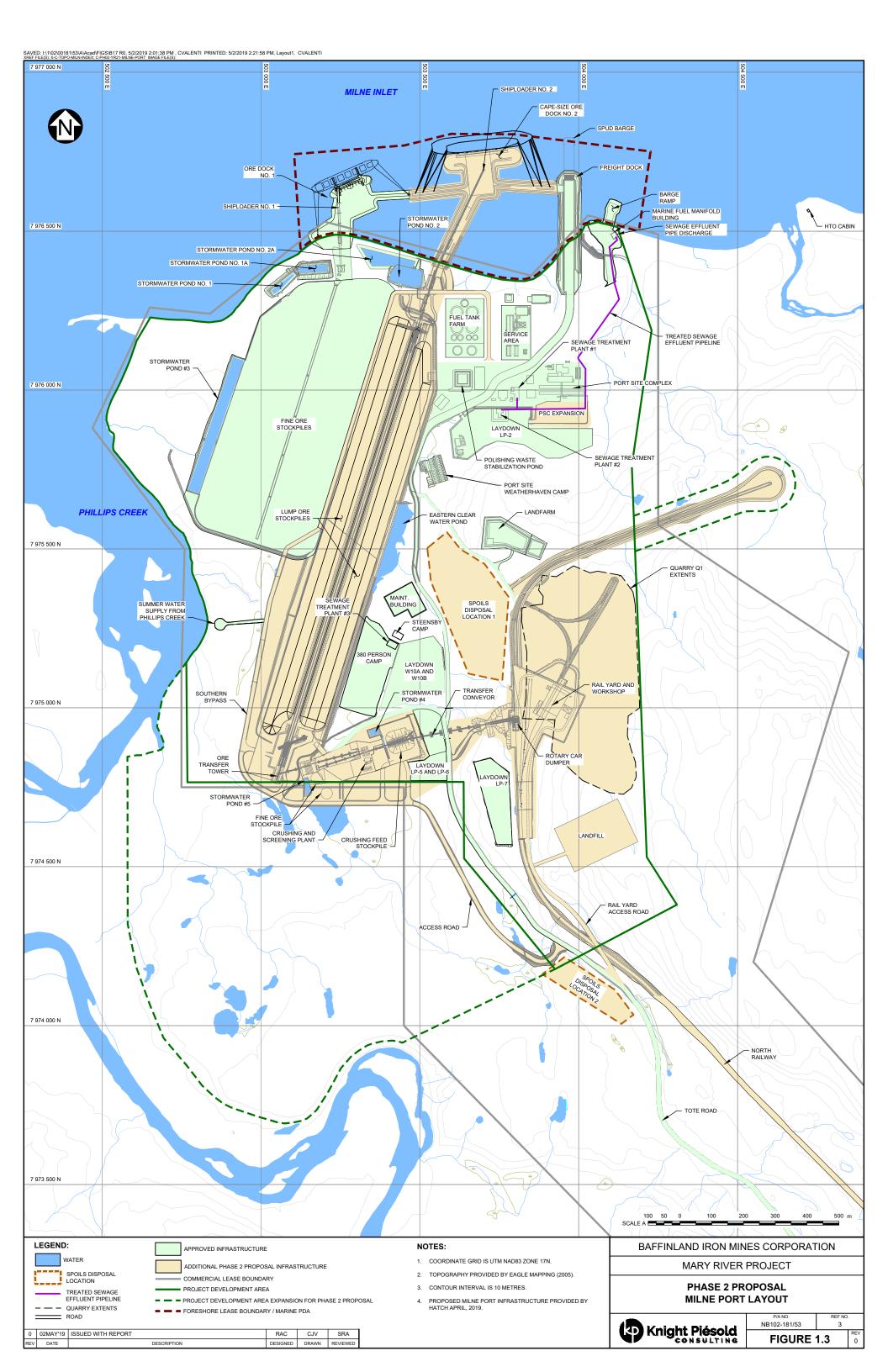


Figure 1.2 North Railway Location





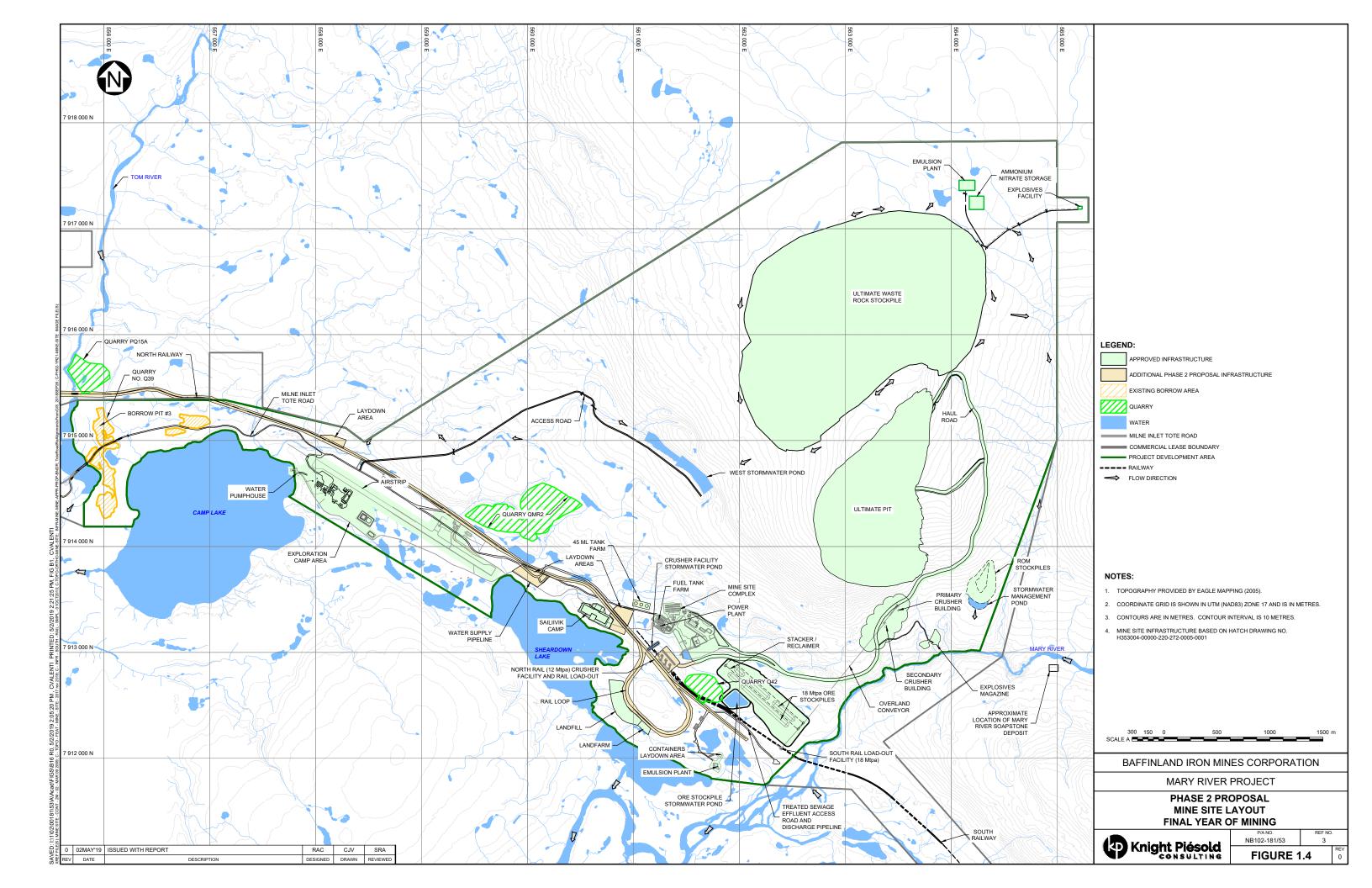


Table 1.1 Proposed Modifications to the Scope of the Current Water Licence

Item No.	Scope of Current Water Licence (NWB, 2015)	Proposed Modifications (Phase 2 Proposal)
1	Water supply for domestic uses and industrial purposes at the Milne Port (Milne Inlet) Site, Mine (Mary River) Site, Steensby Port (Steensby Inlet) Site and the railway camps	No change
2	Site drainage and surface water management for the Milne Port, Mine Site, Steensby Port, and relevant minor project sites	Modifications to site drainage and surface water management at Milne Port and the Mine Site
3	Sewage Treatment Facilities for the Milne Port camp, the Mine Site exploration, construction, and permanent camps; the Steensby Port construction and permanent camps; and the railway camps	No change
4	Oily water treatment facilities for wastewater and oily storm water treatment for maintenance facilities and fuel storage berms at the Milne Port Site, the Mine Site and Steensby Port Site	Additional oily water treatment facilities within the rail maintenance facility proposed at Milne Port
5	Storage and management of hazardous materials at the Milne Port Site and Mine Site	No change
6	Landfarm facilities for the deposition and treatment of hydrocarbon contaminated snow and soil at the Milne Port Site, the Mine Site, and Steensby Port Site	No change
7	Fuel tanks, dispensing storage facilities and associated secondary containment areas or berms for Bulk Fuel Storage Facilities and day tanks at the Milne Port, the Mine Site, and the Steensby Port Site	Bulk fuel storage quantities will increase: two additional 15 ML tanks will be added to the Mine Site tank farm that being constructed under the current Licence
8	Containment areas for temporary storage of hazardous/ nonhazardous waste (waste transfer areas) and new product storage for drums and totes at Milne Port, the Mine Site, and Steensby Port	No change
9	Ongoing decommissioning of existing and historic camp infrastructure (Fuel bladder farm and ancillary facilities and more) at the Milne Port Site	No change; historic camp infrastructure and fuel bladder farm have already been decommissioned
10	Explosives storage and explosives manufacturing facilities at the Mine Site and Steensby Port Site	Additional temporary explosives storage facilities will support construction
11	Waste sorting facilities and temporary storage of hazardous wastes at the Mine Site	No change
12	Landfills for disposal of solid waste at the Mine Site and Steensby Port Site	A new landfill will be constructed in an exhausted quarry at Milne Port once construction is complete



Item No.	Scope of Current Water Licence (NWB, 2015)	Proposed Modifications (Phase 2 Proposal)
13	Incinerator Systems for camp and combustible wastes at the Milne Port Site, the Mine Site, Steensby Port Site, and railway construction camps	No change
14	Waste rock stockpile and waste rock pile runoff management at the Mine Site	No change
15	Ore Stockpile runoff management at the Mine Site and Steensby Port Site	Water management facilities at the Mine Site and Milne Port will be upgraded to accommodate expanded ore crushing pads, stockpiling areas and rail loading and offloading facilities. New water management facilities will be constructed at ore staging area at km57 along the North Railway.
16	Secondary Containment for fuel storage and hazardous materials (if any) at each rail camp location	No change
17	Waste disposal facilities for each proposed camp along the railway corridor	All waste generated by temporary camps along the North Railway during its construction will be disposed of in existing waste management facilities
18	Watercourse crossings including pipelines, jetties, bridges; roads associated with channels; and bank alterations, culverts, spurs, erosion control, and artificial accretion	The North Railway will require the installation of bridges and culverts, bank alterations, and erosion control measures
19	Flood control, diversions, alteration of flow or storage by means of dykes or dams	The North Railway will involve infilling of select streams intersected by deep rock cuts. The upstream portion of the infilled streams will be diverted to an adjacent stream.
20	Ongoing inspection and maintenance of all water course crossings and associated infrastructure	No change
21	Tote Road (approximately 100 km all-weather road), which extend from the Mine Site to Milne Port Site in its current form except for routine maintenance and minor upgrades for the transportation of equipment during the Construction Phase of the project	The tote road will also be re-aligned between rail chainages 83+900 and 85+620. The tote road will be adjacent to the railway along this section to avoid two additional crossings. Where the North Rail will invariably cross the Tote Road, the road has been realigned to achieve a perpendicular grade crossing.
22	Ongoing activities in support of engineering and scientific studies for the Project	No change
23	Ongoing maintenance to existing project infrastructure	No change
24	299 m³/day of Water for domestic and industrial purposes during construction activities occurring at Milne Port and related to the Early Revenue Phase (ERP) of the wider Mary River Project including earthworks, laydown areas, concrete and production	No increase in water use is proposed from Milne Port water sources. The Licence currently permits 367.5 m³/day of water to be used for domestic and industrial purposes during the construction and operation phases.



Item No.	Scope of Current Water Licence (NWB, 2015)	Proposed Modifications (Phase 2 Proposal)
25	Continued operation of the Matrix Camp (Camp) erected in 2013 for construction activities and expansion of the camp to support additional manpower of up to 350 persons during site preparation work but less than 225 persons during the construction of infrastructure at Milne Port	The number of beds at Milne Port will increase to 1,010 beds during the construction period; reducing to 710 permanent beds during the operation phase
26	Construction and eventual operation of an additional Waste Stabilization Pond at Milne Inlet (Milne Port)	No change
27	Construction of ore stockpile areas and associated sedimentation ponds, permanent ore dock, ship loading facilities and associated earthworks activities, ore reclaiming conveying equipment, at Milne Inlet (Milne Port)	Additional rail ore unloading, crushing and screening facilities will be constructed; the existing ore stockpile area will be expanded; additional ore reclaiming and conveying equipment, and a second ore dock with its own shiploader will be installed
28	Deposit of Waste during construction activities	No change. Additional construction waste will be generated from an additional construction phase.
29	Water use from specified sources or waterbodies for dust suppression or control along the Tote Road during the Early Revenue Phase	An additional 13 water sources for dust suppression are proposed. The overall daily volume of water for dust suppression will increase from 1,500 to 2,600 m ³ /day.
30	Management of ore stockpile runoff at the Milne Port Site	Ore stockpile runoff management facilities will be expanded to accommodate larger ore stockpiles and the relocation of ore crushing and screening operations from the Mine Site to Milne Port
31	Recommissioning of an existing Rotating Biological Contactor (RBC) type Sewage Treatment Plant located at the Milne Port Site	No longer applicable; the RBC Sewage Treatment Plant was decommissioned
32	Construction of an additional Polishing Waste Stabilization Pond (PWSP) to treat off-specification effluent as allowed and described above under the cope of Type B Licence No. 8BC-MRY1416. The PWSP will be of similar capacity and design specifications to the one constructed in 2013.	No change
33	Relocation of the treated sewage effluent discharge, from a location north of the old airstrip to north of the Milne Tank Farm	Further relocation of the discharge to an area near the freight dock was approved as part of Modification Request #7. No further modifications are proposed as part of the Phase 2 Proposal.
34	Additional fuel storage to include the installation of two 100,000 L marine diesel tanks	No change
35	Construction of a 4 million tonne ore stockpile pad, associated drainage structures, and two (2) settling or sedimentation ponds	This item overlaps with items 27 and 30 above. The ore stockpile will be expanded to 7.8 Mt. Additional stormwater ponds will collect runoff from the larger stockpile.



Item No.	Scope of Current Water Licence (NWB, 2015)	Proposed Modifications (Phase 2 Proposal)
36	Construction and operation of an ore dock and ore loading system as allowed under the scope of Licence No. 8BC-MRY1416, and additional ancillary buildings, and maintenance facilities required for the shipment of iron ore	A second ore dock and associated ore loading system will be constructed
37	Tote Road (approximately 100-kilometre, all-weather road), which extends from the Mine Site to the Milne Port Site in its current form except for routine maintenance and minor upgrades being required primarily for the purpose of safety and ensuring compliance with applicable safety regulations under the Mine Health and Safety Act and relevant regulations intended to support the safe transportation of equipment during construction and transportation of ore extracted under the Early Revenue Phase of the Project	This item overlaps with Item 21 above. Modifications to the Tote Road are proposed as described under Item 21.
38	Withdrawal of up to 1,500 m³/day of water from several specific waterbodies located along the Tote Road, for use in dust suppression or control	This item overlaps with Item 29 above. An additional 13 dust suppression water sources are proposed, and the daily maximum water use will increase to 2,600 m ³ /day.
39	Extended use, beyond timeframe previously anticipated, for some infrastructure and/or facilities established for the Project, such as camps, buildings, fuel and transitional fuel storage facilities	No change
40	Use of transitional fuel storage facilities	The bladder tank farms used in exploration no longer store fuel
41	Discharge of treated sewage effluent onto land during the winter months in accordance with the relevant terms and conditions included in the licence	No change

1.4 CONTENTS OF THIS APPLICATION

This report forms Part 1 of the application, with three other parts described below. As with the original Application (KP, 2018a), the following Sections of this Application address the following corresponding Parts of the Licence:

- Section 2 Part D Conditions Applying to Construction and Operations
- Section 3 Part E Conditions Applying to Water Use and Management
- Section 4 Part F Conditions Applying to Waste Disposal and Management
- Section 5 Part H Conditions Applying to Emergency Response and Contingency Planning
- Section 6 Part I Conditions Applying to General and Aquatic Effects Monitoring
- Section 7 Part J (Conditions Applying to Abandonment, Reclamation and Closure) and Part C (Conditions Applying to Security)



Section 8 summarizes the status of management plans required under the Type A Water Licence, while Section 9 describes future submissions to the NWB and associated timeframes. Table 1.2 lists the main attachments to this document.

Table 1.2 Attachments to this Application

Attachment No.	Attachment Title
PART 1	MAIN REPORT (This report)
PART 2	APPLICATION AND PROPONENT INFORMATION
1	Executive Summary
2	Water Licence Amendment Application
3	Application Concordance
4	Regulatory Correspondence
5	Compliance Report
6	Proponent Information
PART 3	TECHNICAL INFORMATION
7	Design Criteria
8	Geotechnical Studies
9	Geochemical Evaluations
10	North Railway Detailed Figures
11	North Railway Design
12	Road Modifications
13	Watercourse Crossings
14	Mine Site Material Handling and Water Management
15	Port Site Material Handling and Water Management
16	Temporary Ore Staging Area
17	Mine Site Fuel Tank Farm
18	Water Supply and Sewage
19	Milne Port Landfarm Manual
PART 4	MANAGEMENT PLANS
20	Emergency Response Plan
21	Spill Contingency Plan
22	Surface Water, Aquatic Ecosystem Management Plan
23	Fresh Water Supply, Sewage and Wastewater Management Plan
24	Waste Management Plan
25	Hazardous Materials and Hazardous Waste Management Plan



Attachment No.	Attachment Title
26	Borrow Pit and Quarry Management Plan
27	Aquatic Effects Monitoring Plan
28	Environmental Protection Plan
29	Interim Closure and Reclamation Plan

In Baffinland's response to technical comments received during the NIRB's reconsideration process, the Company committed to providing a Supplemental Information Package by May 1, 2019. Baffinland subsequently decided in consultation with the NWB to submit an updated application instead, so that all relevant materials that form the application are under one submission,

Table 1.3 lists the information that Baffinland committed to provide in this document and identifies where this information can be found in this document. Each of the specified items has been provided at the location indicated above, except for the Updated Hydrological Assessment. This item has not been included as it is still under preparation. Related mostly to fish habitat, it will be provided with the fish habitat quantification to Fisheries and Oceans Canada by May 31, 2019.

Table 1.3 Information Provided in This Document

Information Title	Information Description	Location
Issued for Construction (IFC) Drawings	IFC drawings will be provided for those project components without IFC drawings in the September 2018 water licence amendment application	Attachments 11 to 18
Geotechnical	Additional geotechnical information, some of which is being included in Baffinland's March 2019 response to technical comments, and some still under preparation	Attachment 8 - Geotechnical Studies
Geochemistry	All relevant geochemistry evaluations completed to date and referenced in the response to technical review comment CIRNAC 07 (in this submission)	Attachment 9 - Geochemical Evaluations
Rail Drawings	Updated rail plan and profile and standard typical drawings; rail construction access road locations	Attachment 11 - Rail Design Attachment 12 - Road Modifications Attachment 13 - Water Crossings
Watercourse Crossings	Updated lists of crossings for both the railway and Tote Road based on the revised railway alignment and incorporating 2018 fisheries survey information, updated crossing typicals and issued for tender bridge drawings, and a supporting document that describes the crossing type selection criteria	Attachment 13 - Water Crossings
Updated Hydrological Assessment	An updated hydrological assessment is being completed for any remaining stream diversions, and culverts will be re-assessed for fish passage	Not included



Information Title	Information Description	Location
	using actual rather than the previously assumed gradients	
Detailed Railway Figures	Figure B.4 (the 33 detailed railway figures with satellite imagery) will be updated showing the latest rail, road, crossings and fish presence information	Attachment 10 - North Railway Detailed Figures
Milne Port Water Management Plan	This plan is being revised to reflects changes to the ore stockpile that align with Modification #12	Attachment 15 - Port Site Material Handling and Water Management An updated Mine Site Surface Water Management Plan is also provided in Attachment 14



2.0 CONSTRUCTION AND OPERATIONS (PART D)

2.1 OVERVIEW OF CHANGES

An overview of the Phase 2 Proposal is provided in Section 1.2. The Phase 2 Proposal involves construction of the following additional permanent infrastructure:

Mine Site

- Expanded crusher pad and rail ore loading facilities
- Two additional 15 ML fuel tanks at the Mine Site

Northern Transportation Corridor

- North Railway
- Minor realignments of the Tote Road to accommodate the North Railway
- Quarry development

Milne Port

- Second ore dock
- Larger ore stockpiles
- Shiploading infrastructure

The following features will form part of construction activities for the Phase 2 Proposal:

- Temporary construction camps at Km 40 and Km 84
- 38 quarries (32 quarries not previously permitted)

The construction period for Phase 2 will commence in 2020 and is expected to be completed in 2021.

Baffinland believes that the terms and conditions of the existing Water Licence 2AM-MRY-1325 are satisfactory to cover the scope of proposed amendments under the Phase 2 Proposal.

2.2 APPLICABLE MANAGEMENT PLANS

The following approved management plans relate to the items discussed in this section:

- Surface Water and Aquatic Ecosystem Management Plan (Baffinland, 2019a)
- Borrow Pit and Quarry Management Plan (Baffinland, 2014a)
- Quarry specific management plans
- Phase 1 Waste Rock Management Plan (Baffinland, 2014b)

Draft updates to the first two these plans are presented as Attachments 22 and 26, for approval by the NWB in accordance with Items 1 and 2 of Part E of the Licence. Quarry specific management plans will be developed and submitted for approval prior to development of particular quarries. Baffinland committed during NIRB technical meetings in April 2019 to submitting an updated Phase 1 Waste Rock Management Plan by December 31, 2019.



2.3 NORTH RAILWAY

The North Railway connecting the Mine Site and Milne Port is the most substantial infrastructure component associated with the Phase 2 Proposal. The railway will be 110 km in length, and most of the length of the railway embankment will be constructed adjacent to the Tote Road. However, a 20 km section of the railway will deviate from the Tote Road alignment due to steep topography. The construction of the railway is estimated to take two years, with the rail being operational in 2021. The construction of the rail will require multiple laydown sites, temporary construction camps, and quarries for aggregate. The facilities and activities required for the construction and operation of the North Railway include:

- Construction of railway including embankments, signaling equipment and communication towers, water crossings, level crossing with the Tote Road
- Construction and use of multiple laydown areas, shelters and small equipment shops at each laydown
- Use of the ore staging area at km 57 as an intermediate staging area for ore transportation
- Construction and operation of two temporary construction camps at Km 40 and Km 84
- Exploitation and closure of up to 36 quarries along the North Railway corridor
- Ongoing inspection and maintenance of the railway embankment, railway, signaling and communication equipment
- Transportation of iron ore by trucks and by railway to Milne Port

The ore staging area at km 57 of the North Railway will operate for 1 to 2 years during rail construction. This transfer area will facilitate the movement of ore from haul trucks to railcars. The haul trucks will deliver ore to the ore staging area from the Mine Site via the Tote Road. The ore will be stockpiled at the ore staging area in three 4,150 t stockpiles. The ore will be loaded on railcars using front-end loaders. Once loaded the train will proceed north to Milne Port. Runoff from the stockpiles will be collected and directed to a stormwater pond. Runoff from the ore stockpiles at this facility will be directed to a settling pond. The capacity of this pond is 1,100 m³. Discharge from the stormwater pond will be monitored to ensure it meets requirements outlined in the current Licence and effluent collected in this pond will be sampled to ensure it meets the mine effluent discharge criteria specified in the Licence before applying the water to the Tote Road as part of dust suppression efforts.

A detailed description of the facilities and activities listed above is provided in Section 3.2 of TSD (technical supporting document) 2 Project Description (Baffinland, 2018a). Railway design criteria, civil design criteria, and the geotechnical design basis are presented in Attachment 7 (Hatch, 2017a; 2018a; and 2018b). Detailed layouts of the North Railway are presented as Attachment 10. Rail design drawings are included in Attachment 11.

2.4 TOTE ROAD REALIGNMENTS AND ACCESS ROADS

In general, the Tote Road alignment will remain unchanged, however some upgrades and minor realignments will be required to facilitate railway crossings. The railway will cross the existing Tote Road at eight locations. These updates are identified in Section 3.2 of TSD 2 Project Description. The use of the Tote Road as envisioned for the Phase 2 Proposal is detailed in Section 3.1 of the Project Description.

Attachment 12 provides drawings detailing the Tote Road modifications, including:

- Grade crossings at eight locations, so that the road crosses perpendicular to the railway
- Relocation of the Tote Road from Rail CH 83+900 to 85+620 (north of Muriel Lake)



In addition, a large number of short access roads will be constructed including:

- Milne Port A 2.7 km south bypass access road will be constructed around the circumference of the
 ore stockpiles along the south and west sides (Figure 1.3).
- Northern Transportation Corridor A number of short access roads up to 500 m in length will be
 constructed to access quarries and explosives storage areas, and 1.5 km of temporary haul road will
 be constructed at the km 57 temporary ore transfer area. In addition, more than 50 short access roads
 will be constructed to temporarily access the rail alignment from different locations along the Tote Road.
 These access roads are shown on detailed railway figures presented as Attachment 10. Additional
 minor access roads will likely be required to connect the Tote Road to the railway right-of-way during
 construction.
- Mine Site In addition to minor realignments of the Tote Road, described in Attachment 12, the mine
 haul road will be extended from the current crusher pad area to the new crusher pad area and rail
 load-out area servicing the North Railway (Figure 1.4).

Access roads and haul roads will be constructed in accordance with the design criteria and construction methodologies presented in Attachment 7 (Hatch, 2018a). Crossings associated with these access roads are included in the Tote Road crossing list referenced in Section 2.5.

2.5 WATERCOURSE CROSSINGS AND DIVERSIONS

2.5.1 NORTH RAILWAY CROSSINGS

Construction of the North Railway and the upgrades to Tote Road will result in a large number of watercourse crossings. Detailed layouts of the North Railway showing the crossings are presented in the detailed railway figures in Attachment 10. The watercourses identified in these attachments reflect changes from the revised railway alignment, subsequent to submission of the original water licence amendment application (KP, 2018a).

The North Railway will be constructed mostly adjacent to the Tote Road and will cross an estimated 395 streams and drainages along the North Railway. An assessment of the interactions of the Phase 2 Proposal with fish habitat is provided as Attachment 13.1 (North/South Consultants Inc., 2019a). Supplemental fisheries surveys were conducted during the 2018 open water season, the results of which are presented in Attachment 13.2 (North/South Consultants Inc., 2019b). Most crossings (approximately 90%) are confirmed as not fish-bearing (Table 2.1).

Table 2.1 Fish Presence at Stream Crossings Along North Railway

Habitat Quality	Species		
Habitat Quality	Arctic Char	Ninespine Stickleback	
Not Fish-bearing	355	383	
Marginal	11	2	
Important	29	10	
Totals	395	395	



Of the total of 355 sites that were classified as not char-bearing, 307 sites would not be expected to support char due to the presence of a permanent downstream barrier, the lack of connectivity to overwintering habitat, or the absence of a stream channel at the site (i.e., sites are not aquatic habitat). The remaining 48 sites may potentially support char under higher flow conditions; however, some of these sites may never be accessible due to the presence of soft barriers, such as sub-surface flow and high gradients.

Only 12 sites were identified as fish-bearing for Ninespine Stickleback in 2018 (North/South Consultants Inc., 2019b). Most stickleback habitat along the rail corridor is distributed within approximately 20 km of the Mary River mine site. Stickleback prefer different habitat types than char, favouring little to no flow over fine substrates, and are thus more frequently observed in lakes/ponds.

The above totals include streams with culvert crossings only, and do not include sites where a culvert in combination with a lake/pond encroachment or infill are proposed, nor do they include Project interactions with fish habitat within the Mine Port and Mine Site PDAs or due to modifications to the Tote Road.

Corrugated steel pipe culverts are proposed at most water crossings along the North Railway (Attachment 13.1). Culverts will be designed in accordance with American Railway Engineering and Maintenance-of-Way Association guidelines (AREMA, 2018) and the railway design criteria for the Project (Hatch, 2017a; Attachment 7). Culvert diameters will range from 0.6 m to 1.8 m, and will be covered with a minimum of 1 m of fill. Attachment 13.1 provides a list of the railway crossings. Typical culvert details for the railway are provided in Attachment 13.4. Typical culvert details at the Milne Port are shown in Attachment 13.5.

Plate arch culverts are proposed at eight locations, and bridges at the four crossings which are equipped with bridges on the Tote Road. Bridge spans are based on the existing normal flow riverbank. Attachment 13.8 presents preliminary drawings of the four railway bridges and bridge crossing details. Bridge designs will be based on the 1:200 year 24-hour storm, sufficiently conservative to account for climate change induced increases in precipitation and runoff (TSD 6 Climate Change Assessment). Temporary cofferdams will be used in the construction of the bridges to isolate areas in which bridge piers will be constructed.

2.5.2 NORTH RAILWAY POND ENCROACHMENTS AND INFILLINGS

A total of 35 lake/pond encroachments/infilling sites were assessed along the rail alignment (Attachment 13.2; North/South, 2019b). For Arctic Char, seven were identified as fish-bearing in 2018. The fishless ponds were of insufficient depth for overwintering (generally less than 2 m maximum depth) and were completely isolated from other waterbodies.

2.5.3 NORTH RAILWAY STREAM DIVERSIONS

In areas where the rail alignment is cut into the terrain, it is not feasible to pass streams across the rail alignment. The previous railway alignment involved substantially more cuts in rock than is now proposed, necessitating stream diversions at 27 locations. This has now been reduced to 10 diversions at nine locations, none of which are in fish habitat (North/South, 2019). Fish habitat is present downstream several of the diversions.

The effects of diverting streams in terms of both hydrology, fish passage and impacts to fish habitat of the remaining diversions will be forthcoming in hydrological modelling and fish habitat quantification reports that Baffinland intends to issue to the DFO by May 31, 2019. Baffinland will be implementing mitigation on crossing-by-crossing basis to reduce flow velocities which may include additional culvert barrels, channel widening, construction of habitat features, regarding, and channel stabilization.



2.5.4 NEW AND MODIFIED CROSSINGS ON THE TOTE ROAD

A total of 37 culvert crossings, one pond encroachment and one culvert plus pond encroachment will occur along the Tote Road, due to modifications including new crossings and existing culverts that will need to be relocated. Of the 17 sites surveyed in 2018, Arctic Char were present at five of the sites and stickleback were present at two of the Char-bearing streams (Attachment 13.2). The installations will be consistent with direction previously received from the Fisheries and Oceans Canada (DFO) in the fisheries authorization and letters of advice. New and modified culvert crossings along the Tote Road are identified in Attachment 13.1. No changes to the Southern Railway watercourse crossings are proposed beyond that presented in the original Type A Water Licence application and addressed in the current scope of the Licence.

2.6 ORE DOCK AND ASSOCIATED INFRASTRUCTURE

Baffinland will construct a second ore dock at Milne Port capable of berthing Cape size ore carriers, as part of the Phase 2 Proposal (Figure 1.3). The dock face will be positioned parallel to the seabed contours. To construct the second ore dock it may be necessary to dredge sediments/soft material on the ocean floor beneath the dock embankment. Localized removal of the upper layer of unsuitable substrate material is anticipated within the confined limits of the sheet pile enclosure. The materials will be transported and disposed with consideration of mitigation design considerations taken to reduce the potential for environmental impacts. The materials may be suctioned and pumped directly to a disposal area located either on land or within a silt curtain confined water lot area, behind the ore dock that will no longer be connected to Milne Inlet. Design shall include consideration of an outlet for stormwater release, if required. Further detail regarding the ore dock, including dock construction methodology is presented in Section 4.2 and Appendix F of TSD 2 Project Description. Information provided is preliminary and is subject to change upon completion of detailed design. Once detailed design has been completed, final details will be provided to the NWB.

A second shiploader will be constructed to fill vessels berthing at the new Cape size dock with ore from the lump ore stockpile. A bucket wheel reclaimer will be used to reclaim ore from the stockpile to feed the shiploader. Details regarding the shiploading system are provided in Section 4.3 of TSD 2 Project Description.

The existing ore stockpiles at Milne Port will be expanded and reorganized to accommodate the second dock and shiploader. Ore will arrive from the Mine Site and will undergo secondary ore crushing at Milne Port, where it will be sorted into lump ore and fine ore.

Water management related to the ore stockpiles at Milne Port is discussed in Section 4.4.

2.7 QUARRIES

2.7.1 LIST OF PROPOSED QUARRIES

Table 2.2 lists the approved and proposed quarries that may be used to supply aggregate for construction of the Phase 2 Proposal, mainly the North Railway. Quarry locations are shown on Figure 2.1, as well as the detailed railway figures (Attachment 10).



Table 2.2 Proposed Quarries

Quarry No.	Railway Chainage	Material	Available Volume (m³)	Approximate Footprint (ha)	UTM Easting	UTM Northing
Q1 ¹	CH2000	Granitic Gneiss	400,000	33.6	504070	7974944
PQ5	CH5000	Granitic Gneiss	700,000	67.3	505764	7972642
Q4	CH7200	Granitic Gneiss	7,687	0.8	507438	7970518
Q6	CH7800	Granitic Gneiss	6,348	0.6	507804	7969988
Q10	CH11800	Granitic Gneiss	14,140	1.4	510638	7967431
Q11	CH14900	Limestone	5,000	0.4	513679	7966223
Q13	CH16200	Limestone	118,245	7.9	514295	7965314
PQ2B	CH22000	Limestone	160,000	23.7	517664	7961973
PQ2A	CH28900	Limestone	160000	24.7	521827	7955356
Q16	CH 31700	Limestone	81,717	5.5	521838	7952395
Q19	CH39200	Limestone	28,114	2.8	523024	7945186
PQ4A	CH41600	Limestone	180,000	11.4	523646	7942901
PQ4B	CH42500	Limestone	180,000	12.9	523651	7941894
Q21	CH44600	Limestone	9,000	1.1	524356	7940085
PQ5A	CH45700	Limestone	240,000	22.9	525359	7938861
PQ5B	CH46800	Limestone	500,000	57.1	525986	7937802
Q23	CH48600	Limestone	4,041	0.6	525909	7936604
Q24	CH51250	Limestone	42,412	4.9	527063	7934336
PQ6A	CH56200	Limestone	417,000	24.0	528552	7929786
PQ6B	CH57100	Limestone	414,000	22.7	528900	7928994
Rail Sand Pit	CH58000	Glacial till	150,000	8.0	528498	7927790
PQ2	CH61000	Limestone	500,000	18.8	527843	7926119
Q27	CH63350	Limestone	136,086	10.6	527160	7923193
PQ9A	CH66000	Limestone	247,500	7.0	527512	7920441
PQ9B	CH66000	Limestone	75,000	2.3	527651	7920446
PQ10A	CH73100	Limestone	237,000	12.1	531568	7917522
PQ10B	CH74200	Limestone	177,000	9.3	531982	7917635
PQ12A	CH84500	Limestone	262,500	26.0	539072	7921210
PQ12B	CH84500	Limestone	142,500	19.3	539876	7921782
PQ13	CH85700	Limestone	180,000	46.0	542584	7923675
PQ14A	CH96700	Limestone	80,000	4.7	550836	7917829
PQ14B	CH96000	Limestone	80,000	10.7	550983	7917407



Quarry No.	Railway Chainage	Material	Available Volume (m³)	Approximate Footprint (ha)	UTM Easting	UTM Northing
PQ15A	CH101500	Limestone	80,000	8.7	555853	7915626
PQ15B	CH102300	Limestone	45,000	6.2	555270	7915586
QMR2 ¹	CH107000	Diorite	400,000	28.4	559982	7914260
Q42	CH109000	Diorite	125,000	6.9	561673	7912667
D1Q1 ¹	Deposit No. 1	Granitic Gneiss/schist	275,000	6.7	563055	7914645
D1Q2 ¹	Deposit No. 1	Granitic Gneiss/schist	700,000	13.1	563376	7913330

NOTES:

- 1. EXISTING APPROVED QUARRY WITH AN EXISTING QUARRY MANAGEMENT PLAN.
- THE RAIL SAND PIT IS EXPECTED TO BE USED DURING RAIL OPERATIONS ONLY, EXTRACTING 5,000 TO 10,000 m³
 OF SAND AND GRAVEL ANNUALLY.

Existing licensed borrow areas between Milne Port and the Mine Site will continue to be used during the life of the Project for various purposes. Aggregate material required for the Tote Road maintenance and upgrades will be extracted from existing quarry sites that have been identified along the Tote Road and new quarry sites along the North Railway depending on proximity to work being completed. One additional borrow area (Rail Sand Pit) is proposed, located at approximately railway chainage km 59.6. Sand will be extracted from this location during the operation phase for rail maintenance. There may be times that sanding of the railway track is required to assist the locomotives with traction when ascending slopes. Between 5,000 to 10,000 m³ of material may be required annually from this source. Quarry-specific management plans will be submitted to the NWB under the Licence prior to the development of the above-noted quarry and borrow sources.

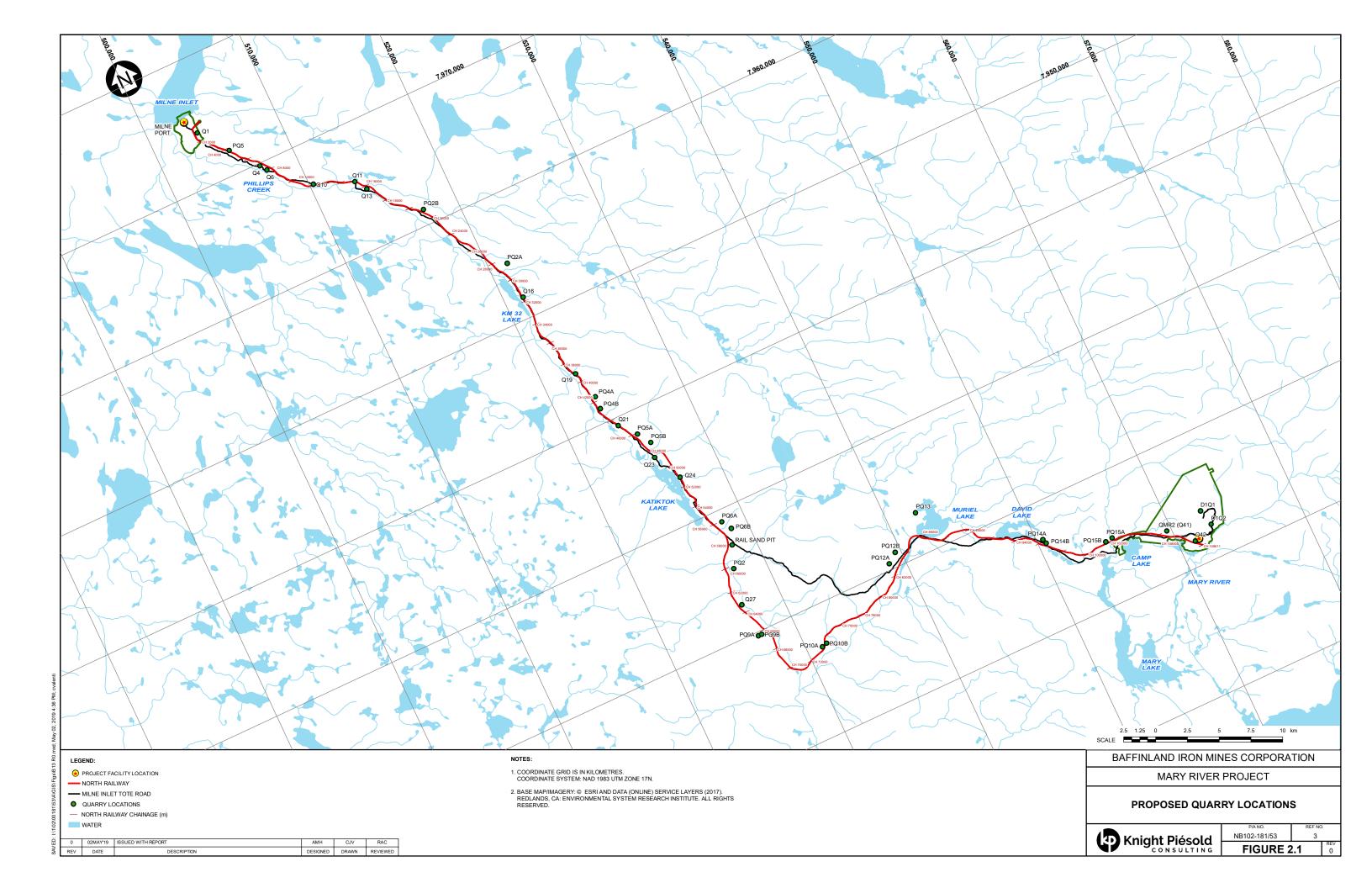
A total of 79 proposed quarries are also located along the South Railway and at Steensby Port. These quarries are part of the Approved Project, and quarry-specific management plans will be submitted to the NWB under the Licence prior to their development.

2.7.2 ARD/ML TESTING

Of the 38 planned quarries to be used to construct the North Railway and other Phase 2 Proposal infrastructure, 28 are located in sedimentary rocks (limestone or sandstone), both of which have a high buffering capacity, and present no Acid Rock Drainage (ARD) risk (Hatch Ltd., 2017; AMEC, 2010). One of the above quarries is sand and gravel, and the remaining nine quarries are located in granitic gneiss or diorite, both of which have a low sulphide content, making them unlikely candidates for producing ARD (AMEC, 2010).

A total of 76 samples have been analyzed to date (KP, 2007; AMEC, 2010; Hatch, 2017b and 2019), and none of the samples are potentially acid-generating (KP, 2019). Additionally, most of the samples have low to no potential for ML, given the neutral to alkaline nature of the tested material. Though some samples did demonstrate some elevated concentrations of metals above CEQG-PAL (Canadian Council of Ministers of the Environment, 2019), this was primarily under acidic laboratory conditions and is not indicative of field conditions (KP, 2019).





Results, to date, of geochemical testing for ARD/ML of quarries along the South Railway, indicate that quarry materials have low potential for acid generation and metal leaching (ML) (Baffinland, 2012). During the NIRB technical review of the Phase 2 Proposal, Baffinland committed to conducting additional geochemical testing within the southern portion of the North Railway alignment.

The tested and untested quarries will be subject to additional geotechnical and geochemical investigation as the Project proceeds. Baffinland's Borrow Pit and Quarry Management Plan (Baffinland, 2014a) includes an ARD testing protocol as an appendix. Based on geochemical testing completed to date, as well as established protocols for testing prior to quarrying (applicable also to rock cuts), the risk of these activities generating ARD/ML is low. In the unlikely instance that ARD/ML issues are identified at a quarry, Baffinland will avoid using the quarry.

There may be less flexibility if ARD/ML issues are identified at rock cuts. Options to reroute the railway to avoid an ARD/ML rock cut will be considered. If the railway cannot be realigned to avoid a potential ARD/ML rock cut, other mitigation measures will be evaluated to prevent the release of adverse quality runoff. ARD/ML rock excavated from such areas will not be used as embankment fill, and the rock will be disposed of in a suitable fashion (including possible disposal with PAG waste rock in the waste rock stockpile at the Mine Site). Any exposed faces of ARD/ML rock at such rock cuts will be managed according to site specific conditions. Options may range from do-nothing (if exposed faces are limited and/or runoff from the faces is not of adverse quality) to covering the exposed faces with non-PAG/ML material to placing limestone within seepage paths to increase pH of the runoff and precipitate metals (KP, 2018b).

2.7.3 FUTURE QUARRY-SPECIFIC MANAGEMENT PLANS

A Borrow Pit and Quarry Management Plan approved under the current Licence identifies its overarching quarry management practices and principles (Baffinland, 2014a). A draft update of this plan for the Phase 2 Proposal is presented as Attachment 26. In accordance with Part D, Item 6 of the Licence, Baffinland will submit individual quarry management plan prior to the development of a selected quarry site, provided that the approved Borrow Pit and Quarry Management Plan does not adequately address the development of a given borrow pit or quarry.

2.8 LAYDOWN AREAS

A total of 32 laydown areas will be established to support construction of the Phase 2 Proposal (Table 2.3). This includes 26 laydown areas to be located along the North Railway, one laydown area at Milne Port, and five laydown areas at the Mine Site. Several laydown areas at Milne Port and the Mine Site have been previously approved. The laydown areas are shown on Figure 2.2 and on the detailed railway figures (Attachment 10).

The laydown areas will be constructed by filling directly over undisturbed ground, including filling in low-lying areas that collect water. The laydown areas will be constructed utilizing blasted rock with granular topping to a total maximum thickness of 1 m. Fill will be sourced from existing quarries and borrow pits and those proposed under this application (Section 2.7).



Table 2.3 Proposed Laydown Areas

	Approx	imate Location			
Laydown Area	Road km	Rail Chainage	Area (ha)	Easting	Northing
LD-1	١	Milne Port	3.4	504032	7974598
LD-2	km2.1	CH2200	2.6	504049	7974015
LD-3	km2.7	CH3000	2	504492	7973629
LD-4	km3.7	CH4000	2.8	504913	7972741
LD-5	km5.0	CH5700	1.5	505809	7971792
LD-6	km5.6	CH5400	1	506309	7971592
LD-7	km11.7	CH12000	1.6	510802	7967353
LD-8	km16.6	CH16400	0.6	514586	7965208
LD-9	km20.9	CH21000	0.4	517314	7961896
LD-10	km30.8	CH31000	1.2	521698	7953050
LD-11	km39.1	CH39000	1	522987	7945107
LD-12	km43.7	CH44000	2.5	524033	7940555
LD-13	km52.4	CH529000	2	527204	7932775
LD-14	km52.7	CH530000	0.3	527169	7932595
LD-15	km56.6	CH57000	1.7	528177	7928987
LD-16	km56.6	CH57000	1.5	528241	7929131
LD-17	km56.6	CH57000	2.3	528353	7929018
LD-18	km56.6	CH57000	1.7	528318	7929012
LD-19	km57.4	CH58000	1.9	528375	7928223
LD-20	On F	Rail Line Only	3.5	529262	7916527
LD-21	km74.1	CH84000	2	540501	7921431
LD-22	km75.9	CH86000	2.5	542504	7921907
LD-23	km76.8	CH86500	1.5	542999	7921484
LD-24	km76.8	CH86500	0.3	543186	7921431
LD-25	km81.2	CH92000	1.7	547058	7919695
LD-26	km90.9	CH101500	2.5	554771	7914864
LD-27	km91.2	CH101000	2.8	555311	7914686
LD-28	km92.3	CH102000	1.7	556192	7915289
LD-29		Mine Site		558174	7914997



Laudann	Approx	rimate Location	A ====		
Laydown Area	Road km	Rail Chainage	Area (ha)	Easting	Northing
LD-30	Mine Site		2.3	560010	7913726
LD-31	Mine Site		1.4	560886	7913354
LD-32		Mine Site		560829	7913258

2.9 CONSTRUCTION CAMPS

The camps that are currently at Milne Port, along with the construction and operation phase camp occupancies, are presented in Table 2.4.

Table 2.4 Milne Port Camp Occupancies

Camp/Facility	Current	Production Increase	Phase 2 Construction	Phase 2 Operation
Port Site Complex	120	120	330	330
Steensby Camp	54	54	54	
Matrix Camp	153	153	153	
Permanent Camp		380	380	380
Total Beds	327	707	917	710

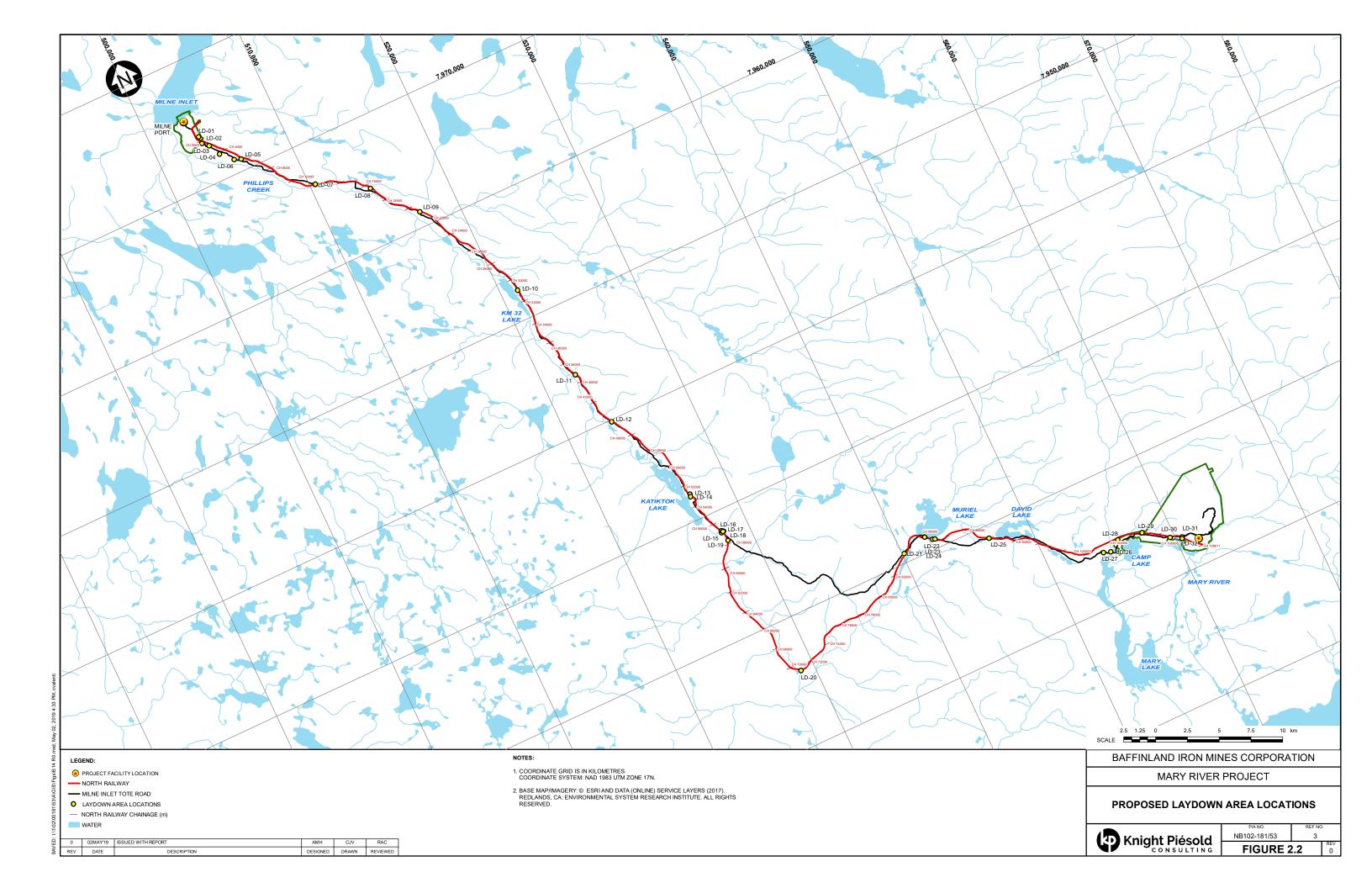
In early 2019, Baffinland received approval from the NWB to construct the 380-bed camp identified in Table 2.4 (NWB, 2019).

The camp components at Milne Port associated with the Phase 2 Proposal (this application) include an expansion of the Port Site Complex (PSC) to 330 beds (210 beds will be relocated from the Mine Site to add to the existing 120 beds). The total number of beds at Milne Port will peak at 917 during construction of the Phase 2 Proposal, and this will be reduced to 710 beds during operation with the removal of the Steensby and Matrix Camps.

Two temporary camps will be used during the construction of the railway. These camps may be located at any or all of the proposed laydown areas throughout the construction phase, so as to accommodate workers closer to the active work front. The three mobile camps will have a combined bed capacity136 beds. The quantities of water required for these camps is within the allowable water draw from Camp Lake under the current Licence. Water will be trucked from approved domestic water sources to storage tanks, with a daily water supply usage of 34 m³.

The construction workforce at the Mine Site will be accommodated by existing camp facilities (Section 2.10).





Water supply to the camps is discussed in Sections 3.4 and 3.7. Sewage treatment and disposal is discussed in Section 4.7.

2.10 PERMANENT CAMPS

The camps to be added and removed at Milne Port as the result of the Phase 2 Proposal is described in Section 2.9 and in Table 2.4. At the end of the construction phase, two camps will remain: the 380-bed camp to be constructed at Milne Port through a modification request under the current Licence, and the PSC expanded to 330 beds.

An 800-person camp was constructed at the Mine Site in 2018 through a modification request under the current Licence (the approved capacity of camps at the Mine Site is 1,200 beds). This will meet the needs of the 12 Mtpa North Railway operation.

Water supply to the camps is discussed in Sections 3.4 and 3.7. Sewage treatment and disposal is discussed in Section 4.7.

2.11 SEDIMENT AND EROSION CONTROL MEASURES

Baffinland will implement the water management features to convey water around or through the laydown areas. Sediment and erosion control measures to address sedimentation concerns (check dams, rip-rap, silt fences, etc.) will be implemented during construction in accordance to Baffinland's Environmental Protection Plan (EPP; Baffinland, 2016b) and Surface Water and Aquatic Ecosystem Management Plan (Baffinland, 2019a). Draft updates to these plans are presented as Attachments 22 and 28. No sediment or erosion control measures are expected to be required once construction has been completed and site conditions have been stabilized.

Similarly, the quarries proposed as part of the Phase 2 Proposal will have plans for ditches, diversions and ponds (as required) in their respective quarry management plans to be submitted to the NWB prior to their development.



3.0 WATER USE AND MANAGEMENT (PART E)

3.1 OVERVIEW OF CHANGES

As part of the Phase 2 Proposal, Baffinland has identified the need to increase water takes from three existing sources, as well has identified thirteen additional water source locations (detailed discussed in Sections 3.3 to 3.5). Water management at Milne Port will be updated to account for the larger stockpiles and new crusher at the Port (see Section 3.6).

3.2 APPLICABLE MANAGEMENT PLANS

There are two approved management plans that relate to water use and management:

- Surface Water and Aquatic Ecosystem Management Plan (Baffinland, 2019a)
- Freshwater Supply, Sewage and Wastewater Management Plan (Baffinland, 2018a)

Draft updates to these plans, presented as Attachments 22 and 23, are being submitted to the NWB for approval in accordance with Items 1 and 2 of Part E of the Licence.

3.3 CONSTRUCTION PHASE WATER USE

The Phase 2 Proposal will not require additional sources or changes in the volume of water used for domestic and industrial purposes during the construction phase. Table 3.1 lists the approved construction phase water sources and volumes of water to be used for domestic and industrial purposes.

Table 3.1 Construction Phase Water Sources

Site	Source	Authorized Water Use Volume (m³/day)
Miles Port (Miles Inlet)	Phillips Creek (summer)	367.5
Milne Port (Milne Inlet)	km 32 Lake (winter)	307.5
Mine Site (Mary River)	Camp Lake	657.5
Ctaanahy Dart (Ctaanahy Inlat)	ST 347 km Lake	435.8
Steensby Port (Steensby Inlet)	3 km Lake	435.6
Ravn River	Camp Lake	145.2
Mid Doil	Nivek Lake (summer)	70.5
Mid-Rail	Ravn Camp Lake (winter)	79.5
Cockburn North (Tunnels Camp)	Cockburn Lake	101.4
Cockburn South Camp	Cockburn Lake	111.1



3.4 OPERATION PHASE WATER USE

The Phase 2 Proposal will not require additional sources or changes in the volume of water used for domestic and industrial purposes during the operation phase. Table 3.2 lists the approved operation phase water sources and volumes of water to be used for domestic and industrial purposes.

Table 3.2 Operation Phase Water Sources

Site	Source	Authorized Water Use Volume (m³/day)
Milno Dort	Phillips Creek (summer)	367.5
Milne Port	km 32 Lake (winter)	367.5
Mine Site (Mary River)	Camp Lake	355.4
Steensby Port	ST 347 km Lake	243.6
	3 km Lake	243.0

Expansions of the potable water treatment plants at Milne Port and the Mine Site will be required over time to meet increased volume requirements (Section 3.7).

3.5 DUST SUPPRESSION WATER USE

Additional dust suppression water sources along the Northern Transportation Corridor are proposed as part of the construction and operation phases of the Phase 2 Proposal. Table 3.3 lists the approved water sources and volumes identified in Table 2-3 of Part E, Item 25 of the Licence, along with the additional water sources and revised daily volumes.

Of the approved water sources, Baffinland proposes to increase the volumes at three sources, CV078, BG50, and BG32. Thirteen new water sources have been identified, of which one (CWP12) will require the restriction of taking water in June and July only during low flow years. An assessment of the new and revised water sources is presented in TSD 13 Surface Water Assessment (KP, 2018b). All water intakes will be equipped with fish screens in accordance to DFO's fish screen guideline (DFO, 1995), as described in the Fresh Water Supply, Sewage and Wastewater Management Plan (Baffinland, 2018a).

As a means of reducing water consumption, stormwater collected at the ore staging area will be used for dust suppression provided the effluent is confirmed to meet the mine effluent discharge limits in Table 10 (Part F, Item 24) of the Licence.



Table 3.3 Approved and Proposed Dust Suppression Water Sources

Water Take Station	Coordinates		Authorized Water Use	Additional Water Use Requested	Revised Maximum Water Use
(Source)	Northing (m)	Easting (m)	(m³/day)	(m³/day)	(m³/day)
MP-MRY-2 (Phillips Creek)	7,975,254	502,829	212	-	212
CV128	7,965,895	513,545	579.5	-	579.5
MP-MRY-3 (km32 Lake)	7953,660	521,189	364	-	364
CV099	7,948,820	521,811	110	-	110
CV087	7,941,040	523,704	90	-	90
CV078	7,936,787	525,852	75	15	90
Katiktok Lake	7,934,552	526,600	318	-	318
BG50	7,926,846	529,334	150	65	215
BG32	7,921,622	540,706	120	60	180
CV217	7,922,158	542,219	130	-	130
Muriel Lake	7,921,987	542,508	212	-	212
David Lake	7,919,396	547,885	132	-	132
BG17	7,917,643	550,703	75	-	75
CV223 (Tom River)	7,914,691	555,818	135	-	135
Camp Lake	7,914,684	557,793	86	-	86
CWP1	7,970,914	506,663	-	140	140
CWP2	7,967,146	510,978	-	110	110
CWP3	7,963,947	515,215	-	55	55
CWP4	7,962,497	516,439	-	75	75
CWP5 (km26 Lake)	7,958,592	518,839	-	120	120
CWP6	7,945,826	522,434	-	80	80
CWP7	7,942,153	523,218	-	60	60
CWP8	7,939,580	524,497	-	35	35
CWP9	7,938,445	524,839	-	45	45
CWP10	7,923,139	527,413	-	55	55
CWP11	7,916,686	529,119	-	100	100
CWP12	7,916,606	551,452	-	80	80
CWP3 (Sheardown Lake)	7,913,489	560,288	-	10	10



3.6 SITE WATER MANAGEMENT

Site water management is described below. Further detail on the management of ore stormwater is provided in Section 4.4, and sewage disposal is described in Section 4.7. Existing site drainage plans require alteration to accommodate the additional infrastructure at both the Mine Site and at Milne Port. Water management plans for the Mine Site and Milne Port are presented as Attachments 14.2 and 15.3, respectively.

Water management facilities at the Mine Site will be modified to account for changes to the crusher pad associated with the 12 Mtpa North Rail operation. A new crusher pad will be constructed along with a new stormwater pond. A stream diversion will be required to divert water away from the crusher pad. Fish are not present within the section of stream (referred to as Sheardown Lake Tributary 12 in the FEIS) that will be affected by the diversion. IFC drawings of the crusher and screening pad and pond are included as Attachment 15.1.

Similarly, water management at Milne Port will undergo changes to accommodate larger ore stockpiles and new facilities associated with ore crushing and the North Railway. The proposed new infrastructure at the Milne Port to crush, screen, stockpile and transfer the ore to ships, and associated water management measures, are shown in Attachment 15.

No change to the mine effluent stormwater final discharge points at Milne Port are proposed. An additional ore stormwater pond will result in an additional final discharge point at the Mine Site (Sections 4.4 and 6.2).

Site water management will also be required at the ore staging area (Section 2.3). A pad will be established upon which ore will be unloaded from haul trucks, temporarily stockpiled, and loaded into rail cars. Runoff from this pad will be directed to a stormwater pond. Effluent from the pond meeting mine effluent discharge criteria will be used for dust suppression, as noted in Section 3.5.

Similarly, the quarries proposed as part of the Phase 2 Proposal (Section 2.6) will have plans for ditches, diversions and ponds (as required) in their respective Quarry Management Plans that will be submitted to the NWB prior to their development.

Best management practices are incorporated into the design of these site drainage features in accordance to Part F, Item 27 of the Licence.

3.7 WATER SUPPLY INFRASTRUCTURE

Water for domestic and industrial use at Milne Port will continue to be drawn from the same summer and winter sources with no change in the maximum daily volume, as described in Section 3.3 (construction phase) and Section 3.4 (operation phase). Baffinland is building a new water treatment plant at Milne Port for the 380-person camp that the NWB approved in early 2019 (Section 2.9). As part of the Phase 2 Proposal and this application, the existing water treatment plant servicing the Port Site Complex will be upgraded to accommodate the increase in the number of beds from 120 to 330 persons (see the Milne Port water and sewage process flow diagram presented as Attachment 18.2). Details on this component will be submitted to the NWB in the future (Section 9).

As described in Sections 2.9 and 2.10, the 800-bed Sailiivik Camp was constructed at the Mine Site in 2018 as part of the Approved Project. No additional water supply infrastructure at the Mine Site is required as



part of this application. A current water and sewage process flow diagram for the Mine Site is presented as Attachment 18.1.

3.8 UPDATED BLOCK FLOW DIAGRAMS

Updated area water balance block flow diagrams for the Mine Site, Milne Port and the temporary ore transfer area are included as Attachments 14.3, 15.4 and 16.2, respectively. Updates to these diagrams will be completed and submitted annually for information to the NWB as part of the annual report in accordance with Part E, Item 10 of the Licence.



4.0 WASTE DISPOSAL AND MANAGEMENT (PART F)

4.1 OVERVIEW OF CHANGES

An expansion of current solid waste management facilities will not be required for the Phase 2 Proposal, however a new landfill will be constructed at Milne Port following construction.

Details regarding the proposed changes are provided below.

4.2 APPLICABLE MANAGEMENT PLANS

Four approved management plans relate to waste disposal and management:

- Waste Management Plan (Baffinland, 2018b)
- Phase 1 Waste Rock Management Plan (Baffinland, 2014b)
- Life of Mine Waste Rock Management Plan (Baffinland, 2014c)
- Hazardous Materials and Waste Management Plan (Baffinland, 2017a)

Draft updates of the Waste Management Plan and Hazardous Materials and Waste Management Plan for the Phase 2 Proposal are presented as Attachments 24 and 25, in accordance with Items 1 and 2 of Part E of the Licence.

4.3 WASTE ROCK

Waste rock management is described in a Phase 1 Waste Rock Management Plan (Baffinland, 2014b) and a Life-of-Mine Waste Rock Management Plan (Baffinland, 2014c). The Phase 1 Waste Rock Management Plan addresses the first four years of mining (2015 to 2018) during execution of the ERP.

Baffinland has identified water quality issues associated with the waste rock facility (WRF) in mid-2017 and has implemented several actions, including the installation of a water treatment plant in June 2018. The runoff water quality issue is being addressed as part of current operations under the conditions of the Licence, including the implementation of Interim Waste Rock Management Plans over the short-term (Golder, 2018a and 2019). Baffinland will submit an updated Phase 1 Waste Rock Management Plan to the NWB by December 31, 2019.

The production of waste rock will be accelerated with the development of Phase 2. The Key Facts table (Appendix C of TSD 2 Project Description) provides an updated waste rock production schedule. The revised Phase 1 Waste Rock Management Plan due to the NWB at the end of 2019 will address both the water quality issues addressed by the Interim Waste Rock Management Plan and the higher production rate associated with the Phase 2 Proposal.



4.4 ORE STOCKPILE STORMWATER

Larger stockpiles and rail loading/unloading facilities at both the Mine Site and Milne Port will necessitate additional water management features to be installed. Table 6.1 identifies the new infrastructure for which Baffinland anticipates Surveillance Network Program (SNP) monitoring stations may be required in an amended Licence (Section 6.2). A discussion of Milne Port, the Mine Site and the ore staging area is provided below.

At Milne Port, the two existing stormwater ponds (Stormwater Ponds No. 1 and 2) collecting runoff from the ore stockpile area, along with Stormwater Pond No. 3 to be constructed in 2019, will be insufficient to contain a larger volume of runoff. Ditching along the east and west perimeter of the lump ore stockpile will contain runoff from the lump ore stockpile. The perimeter ditching will have sumps and the effluent will be discharged by pumping at the current effluent discharge point at Milne Inlet, provided it meets discharge criteria. Two other ponds (Stormwater Ponds No. 4 and 5) will be constructed near the crusher feed stockpile and the fines stockpile and will discharge to Milne Inlet via the final discharge points associated with the existing stormwater ponds.

At the Mine Site, current road haul stockpiles will be expanded for the North Railway adjacent to the present location and will have a new stacking conveyor and rail loading facility. A new stormwater pond for the primary crushing pad will be constructed. A new stormwater discharge pipeline will be installed to join the new stormwater pond to the combined stormwater and sewage outfall. No change to the outfall location is proposed. Once the North Railway crusher pad and pond are operational, the existing crusher pad and stormwater pond associated with the ERP operation will be decommissioned.

The ore staging area at km 57 of the North Railway will operate for 1 to 2 years during rail construction. Runoff from the ore stockpiles at this facility will be directed to a settling pond. The capacity of this pond is 1,100 m³. Effluent collected in this pond will be sampled to ensure it meets discharge criteria before applying the water to the Tote Road as part of dust suppression efforts.

4.5 WASTE GENERATION AND SOLID WASTE MANAGEMENT FACILITIES

Baffinland currently operates a landfill at the Mine Site and incinerators at both the Mine Site and Milne Port. Table 4.2 identifies the existing solid waste management facilities, and modifications or additions required for the Phase 2 Proposal. A new landfill will be constructed in the exhausted Quarry Q1 at Milne Port following completion of construction activities.

During construction, most waste generated by the mobile rail construction camps will be non-hazardous and combustible, and, will be directed to one of the existing incinerators at the closer of Milne Port or the Mine Site. Waste will be collected from the camps regularly to not accumulate significant volumes of waste that may attract wildlife. Non-hazardous waste not suitable for incineration generated by the mobile camps will be directed to the landfill at the Mine Site, as the new landfill at Milne Port will not be constructed right away.



Table 4.1 Modifications and Additions to Existing Solid Waste Management Facilities

Location/Facility	Modification or Addition						
Milne Port							
Incinerators	No modification required						
Landfill (new)	A landfill will be constructed within the boundaries of Quarry Q1 at Milne Port following construction of the Phase 2 Proposal						
Northern Transportat	tion Corridor						
Mobile construction camps	All solid wastes will be transported to existing facilities at the Mine Site or Milne Port for disposal						
Mine Site							
Incinerator	No modification required						
Landfill	No change; in 2018 the existing landfill reached its initial design capacity, and a modification request was submitted to the NWB for the staged expansion to the landfill. This proposed expansion will be sufficient to accommodate the Phase 2 Proposal.						

The facilities for the storage of hazardous waste will remain unchanged. Any hazardous wastes generated at the camps will be transported to existing hazardous waste storage facilities at Milne Port or the Mine Site. Hazardous waste will be shipped off site for disposal at licenced facilities. Handling, storage and transportation of these wastes will be in accordance with the Transportation of Dangerous Goods Regulations (Transport Canada, 2017).

The expected volumes of waste generated including disposal method, are provided in Table 4.3.

Table 4.2 Projected Waste Quantities

Project Site	Type of Waste	Disposal Method	Volume
	Treated sewage	Land discharge reporting to the Mary River	360 m ³ /day
Mine Site	Combustible non-hazardous waste	Incineration	1,100 m ³ /year
	Non-combustible non-hazardous waste	Landfill	7,500 m ³ /year
	Treated sewage	Land discharge reporting to Milne Inlet	240 m³/day
	Combustible non-hazardous waste	Incineration	1,100 m ³ /year
Milne Port	Non-combustible non-hazardous waste	Landfill	7,500 m ³ /year
	Hazardous waste	Storage and disposal at licenced facility and shipped off site	1,200 m³/year
Temporary	Treated sewage	Stored and trucked to Mine Site or Milne Port WWTP	34 m³/day
Camps	Combustible non-hazardous waste	Trucked to Mine Site or Milne Port Incinerator	192 m³/year

As with its current operations Baffinland will continue to make efforts to minimize waste by reusing and repurposing equipment and materials when possible.



4.6 OILY WATER TREATMENT FACILITY

Baffinland operates oily water treatment units as part of the truck wash facilities located within the maintenance facilities at both the Mine Site and Milne Port.

Rail maintenance facilities (rail workshop and locomotive workshop) will be added at Milne Port (Attachments 11.6 and 11.7), and a truck maintenance workshop will be added at the Mine Site (Attachment 14.4). The facilities will be consistent with the design of oily water treatment facilities at the Mine Site. The oily treatment facility will collect oily water from the workshops and areas that may have come into contact with grease, oil or fuel. Discharges from the oily water treatment facility will meet effluent quality limits prescribed in the Licence in Table 6 (Part F, Item 20 and Table 6.1 of the FWSWMP).

4.7 SEWAGE DISPOSAL

Water and sewage schematics for the Mine Site and Milne Port are presented as Attachments 18.1 and 18.2.

The Mine Site has two MBR Sewage Treatment Plants, one installed in 2014 and one another installed in 2018 specifically for the Sailiivik Camp Complex shown on Figure 1.4. The Rotating Biological Contactor (RBC) type STP (Seprotech manufactured), previously used to treat sewage from the Mine Site Weatherhaven camp, will eventually be decommissioned however in the interim it is being used as a temporary holding facility/surge tank for the Mine Site Weatherhaven camp. Raw sewage is transported from the RBC by vacuum truck to the MBR for treatment. In the meantime, the option to re-commission this plant remains, should the need arise, as the required approvals for this facility are still in place. Treated sewage effluent from the camp will continue to be land discharged at the same location, reporting to Mary River. The existing treated sewage effluent pipeline and outfall is shown on Figure 1.4.

One sewage treatment plant currently operates at Milne Port. Baffinland will commission two additional sewage treatment plants (STP) in 2019 and 2020 as part of current operations. STP#2 is the Membrane Biological Reactors (MBR) currently servicing the Mine Site Complex (MSC) at the Mine Site, which will be relocated to Milne Port along with the MSC buildings in 2019 or 2020. STP#3 will be commissioned in 2019 next to the 380-person construction camp, described in Section 2.9. Each of these STPs are equipped with the same MBR technology.

Treated effluent will be monitored to ensure it meets applicable discharge criteria as specified in the Licence Part 5, Item 18, Table 5 prior to discharge. Treated sewage effluent will be discharged to Milne Inlet from the final discharge point shown on Figure 1.3, and Attachment 18.3).

The existing and planned sewage treatment plants at both Milne Port and the Mine Site will have sufficient capacity to treat the sewage from the temporary camps. Each temporary camp will generate an estimated 17 m³ of sewage per day. Sewage will be held in holding tanks and then transported by truck to one of the sewage treatment plants at Milne Port or at the Mine Site. Waste will be trucked regularly to the incinerator at either Milne Port or the Mine Site. Sewage holding tank details are provided as Attachment 18.4.



4.8 LANDFILL AT MILNE PORT

The proposed landfill at Milne Port will be constructed within the exhausted Quarry Q1 following construction, as shown on Figure 1.3. The Milne Port landfill will be designed based on the design of the existing landfill at the Mine Site (KP, 2008) and consistent with the *Guidelines for the Planning, Design, Operations and Maintenance of Modified Solid Waste Sites in the Northwest Territories* (Ferguson, Simek Clark, 2003). As with the existing landfill at the Mine Site, the new landfill at Milne Port will only receive non-hazardous waste that cannot be incinerated. The area method will be used for waste disposal wherein a low height berm will be constructed along up to two sides of the landfill site (or alternatively against a quarry face), and then waste will be disposed of against the berms and directly onto the ground downstream of the berms. Sand and gravel will be used as the cover material. In order to achieve permafrost encapsulation in the landfill following closure, the final cover will be thicker than the active layer. Appropriate surface water, erosion and sediment control measures will be implemented during operations. The landfill is not expected to significantly change the quality of surface waters in the area due to the inert nature of the waste and small landfill footprint. Because the landfill will be positioned within a rock quarry, no groundwater monitoring is proposed.

A design report including an operations and maintenance manual will be submitted to the NWB in approximately June 2020 in accordance with Part G of the Water Licence.

4.9 RAIL CONSTRUCTION SOIL SPOILS

The railway will be constructed using a combination of cut and fill, with material gained from cuts filling the lower lying areas along the alignment. Most cuts will be into rock, to minimize cuts in soils, particularly ice-rich soils, to avoid inducing thermal changes and causing geotechnical instability issues. Soil spoils generated at the Milne Port will be placed in designated areas, as shown on Figure 1.3. Soil spoils generated during railway construction along the alignment will be disposed of in quarries, which are shown on the detailed railway figures (Attachment 10).

Table 4.3 provides a breakdown of the estimated volume of soil spoils generated in 10 km increments. An estimated 1.85 Mm³ of soil spoils will be generated during construction of the North Railway; approximately 960,000 m³ of soil spoils will be generated along the rail alignment and approximately 880,000 m³ will be generated during quarry development. Approximately 230,000 m³ of the material along the proposed railway alignment is classified as Type 1, which consists of all soft waste that is not suitable for fill and may be susceptible to creep or flow (i.e. ice rich soils in summer, soils with high silt/clay content, etc.). The remaining 730,000 m³ (approx.) of material will be frozen material or bedrock that will require drilling and blasting before excavation.

Table 4.3 also summarizes the proposed soil spoil disposal sites (borrow areas and quarries). There is approximately 5.5 Mm³ of available storage and therefore it is expected that all the soil spoils generated along the railway can be placed in borrow pits and quarries. This approach will most likely avoid the use of dedicated disposal sites that would occupy additional land.

The soil spoils will require disposal at locations and in a manner that does not result in runoff of sediment-laden water. The following disposal criteria will be applied to reduce the potential for sediment laden runoff to report to water bodies and to ensure long-term stability of these materials:



- Soil spoils will be placed in designated locations at the Milne Port and in exhausted quarries and borrow
 pits along the Tote Road. Historic quarries and borrow areas represent an existing disturbed footprint
 with limited future use and potential instability due to alterations of the existing thermal gradient. As
 such, these sites are ideal for soil spoil storage, provided they will not be used for other purposes during
 construction.
- In all instances, as a standard condition of land-use approvals, disposed overburden materials will be placed >31 m from a surface water body.
- Disposal locations will be approved by the appropriate construction personnel (i.e., engineer, construction superintendent, foreman, etc.) who have been given such authority, to avoid unauthorized and indiscriminate disposal.
- Disposal locations will be located well away from the railway embankment.
- Stockpiles will be designed with minimal slopes that are physically stable.
- Overburden spoils generated during construction will not be re-used without prior approval by the supervising engineer.
- Overburden soils will be transported directly to the disposal site, without short-term storage and re-handling.

Sediment and erosion control measures will be implemented as identified in the Surface Water and Aquatic Ecosystem Management Plan (Baffinland, 2019a) to prevent runoff of sediment and to possibly divert runoff away from the disposed material. The Surface Water and Aquatic Ecosystem Management Plan update for the Phase 2 Proposal is presented as Attachment 22.





TABLE 4.3

BAFFINLAND IRON MINES CORPORATION MARY RIVER PROJECT - PHASE 2 PROPOSAL

UPDATED APPLICATION FOR AMENDMENT NO.2 OF TYPE A WATER LICENCE 2AM-MRY1325 SOIL SPOILS GENERATION AND STORAGE SUMMARY

Print May-05-19 3:57:30

	Spoil Volume Generation				Additional Storage			
Chainage	Railway - Type 1 Excavation ^[2]	Railway - Type 2 Excavation ^[3]	Quarry - Type 1/2 Excavation	Total Spoils Generated ^[4]	Available Borrow Storage ^[5]	Available Quarry Storage ^[6]	Total Available Spoils Storage	Requirement
(km)	(m ³)	(m³)	(m³)	(m³)	(m³)	(m³)	(m³)	(m³)
Port Site (0) ^[7]	34,000	136,000	0	170,000	93,899	0	93,899	76,101
0 to 10	77,127	71,973	6,699	155,799	67,139	1,017,173	1,084,312	0
10 to 20	6,530	47,925	63,562	118,016	56,181	96,962	153,143	0
20 to 30	9,567	39,553	44,053	93,173	56,645	233,079	289,724	0
30 to 40	15,120	67,101	69,124	151,345	0	54,478	54,478	96,867
40 to 50	10,557	49,845	55,086	115,487	0	458,560	458,560	0
50 to 60	11,468	40,970	75,149	127,586	29,857	518,767	548,624	0
60 to 70	1,858	11,654	195,540	209,052	102,897	749,117	852,014	0
70 to 80	6,865	38,144	87,549	132,559	14,664	1,140,654	1,155,318	0
80 to 90	4,328	15,066	71,306	90,699	0	0	0	90,699
90 to 100	20,404	121,521	84,489	226,414	155,819	284,905	440,724	0
100 to 110	15,369	91,387	78,203	184,958	0	345,485	345,485	0
Mine Site (110)	18,825	0	51,237	70,062	0	0	0	70,062
TOTAL	232,016	731,138	881,996	1,845,150	577,101	4,899,180	5,476,281	333,729

I:\1\02\00181\53\A\Data\Work Files\WF01 - Soil Spoils Volume Estimates\|Soil Spoils Disposal Summary - For Report 3 Rev 0.xlsx|Table 4.3- Spoil Summ

NOTES:

- 1. ALL SOIL SPOIL STORAGE LOCATIONS ARE WITHIN THE SAME 10 km INCREMENT AS THE SOILS SPOIL GENERATION ESTIMATE.
- 2. TYPE 1 EXCAVATION CONSISTS OF ALL SOFT WASTE THAT IS NOT SUITABLE FOR FILL AND MAY BE SUSCEPTIBLE TO CREEP OR FLOW (I.E. ICE RICH SOILS IN SUMMER, SOILS WITH HIGH SILT/CLAY CONTENT, ETC.).
- 3. TYPE 2 EXCAVATION CONSISTS OF ALL WASTE THAT IS NOT SUITABLE FOR FILL AND IS DRILLED AND BLASTED, INCLUDING ICE RICH SOILS IN THE WINTER MONTHS.
- 4. REQUIRED SPOIL VOLUME AT PORT SITE AND BY CHAINAGE PROVIDED BY HATCH VIA EMAIL ON APRIL 8, 2019.
- 5. AVAILABLE STORAGE AREA AT PORT PROVIDED BY HATCH VIA EMAIL ON APRIL 8, 2019. AVAILABLE STORAGE AREA ALONG TOTE ROAD ESTIMATED BY KP. AVAILABLE STORAGE VOLUME ESTIMATED BY KP, ASSUMING EACH AREA IS 1 m
- 6. AVAILABLE STORAGE AREA ESTIMATED BY KP BASED ON CURRENT INFORMATION. AVAILABLE STORAGE VOLUME ESTIMATED BY KP, ASSUMING EACH AREA IS 1 m DEEP.
- 7. TOTAL EXCAVATION VOLUME PROVIDED. 20% ASSUMED TO BE TYPE 1 EXCAVATION AND 80 % ASSUMED TO BE TYPE 2 EXCAVATION, BASED ON REVIEW OF QUANTITIES ALONG RAILWAY.

[0	2MAY'19	ISSUED WITH REPORT NB102-181/53-3	CWM	CAP
I	REV	DATE	DESCRIPTION	PREP'D	RVW'D

5.0 EMERGENCY RESPONSE AND CONTINGENCY PLANNING (PART H)

5.1 OVERVIEW OF CHANGES

Changes to the Project relevant to emergency response and contingency planning include the addition of two 15 ML fuel tanks to the planned Mine Site fuel farm that will be constructed under the current Licence. A number of temporary explosives storage facilities will also be placed at key locations along the North Railway.

5.2 APPLICABLE MANAGEMENT PLANS

The following management plans relate to emergency response and spill contingency measures:

- Emergency Response Plan (Baffinland, 2018c)
- Spill Contingency Plan (Baffinland, 2017b)
- Oil Pollution Emergency Plan (OPEP; Baffinland, 2017c)
- Railway Emergency Response Plan (Baffinland, 2018d)

The first two plans are regulated under the Licence. Updates to the first two of these plans for the Phase 2 Proposal are presented as Attachments 21 and 22; these are submitted to the NWB for approval in accordance with Item 1 of Part H of the Licence. A Railway Emergency Response Plan was recently prepared by Baffinland for the North Railway.

5.3 FUEL TANKS

Under the current Licence, Baffinland will be installing a fuel tank farm and a 15 ML tank at the Mine Site. The fuel tank farm will be built to accommodate an additional two 15 ML fuel tanks. As part of the Phase 2 Proposal Baffinland will install the remaining two 15 ML fuel tanks, bringing the Mine Site fuel storage capacity to 45 ML. Details regarding the expansion of Mine Site fuel storage is provided in Section 2.8 of the Project Description. Drawings for the Mine Site tank farm and fuel tank details are also provided as Attachment 17.

Mobile fuel trucks will supply fuel to the construction camps along the northern transportation corridor. Mobile double-walled fuel tanks will also be positioned at laydown areas or near construction work fronts during rail construction.



5.4 EXPLOSIVES MANUFACTURING AND STORAGE

Phase 2 requires the expansion of ammonium nitrate storage and explosives magazine storage facilities to support rail construction. Temporary storage of magazines will be required at three locations along the northern transportation corridor. This includes magazine storage facilities at km 13, km 52.4, km 59.3 and km 78.2. Existing magazine storage facilities are located at km 7,km 63, and km 97. Table 5.1 outlines the maximum cumulative quantities of explosives and ammonium nitrate Baffinland intends to store at the Mary River Project, including the quantities needed to support construction of the Phase 2 Proposal.

Table 5.1 Maximum Cumulative Quantities of Explosives and Ammonium Nitrate

Storage Location	e Location Material Purpose		Storage Container	Maximum Quantity (kg)
Milne Port	AN	Temporary storage between unloading and transport to km97 storage	Seacans	15,000,000
Km 7 (existing/proposed)			Magazines/Bulk Truck	6,000/10,000
Explosives Area No. 1 Km 13 (proposed)			Magazines	200,000
Explosives Area No. 2 Km 52.4 (proposed)	- Prepackaged		Magazines	200,000
Explosives Area No. 3 Km 59.3 (proposed)	explosives, boosters, detonators	Store explosives and hardware	Magazines	200,000
Explosives Area No. 4 Km 63 (existing)			Magazines	300,000
Explosives Area No. 5 Km 78.2 (proposed)			Magazines	200,000
Explosives Area No. 6 Km 97 (existing)	AN	Storage for emulsion plant	Seacans	15,000,000
	Prepackaged Explosives	Open pit mining	Magazines	132,000
	Emulsion	Open pit mining	ISO tank in plant	35,000
Mine site (existing)	Detonators	Open pit mining	Magazines	110,000 units
	AN	Emulsion	Totes on plant conveyor	8,000
		manufacture	Seacans	200,000
Explosives trucks (2)	Emulsion	Rail construction		10,000
Evaluativas trusta (2)	Emulsion	Oman mit minime	Explosives truck	10,000
Explosives trucks (2)	AN	Open pit mining		4,000



Baffinland Iron Mines Corporation Mary River Project - Phase 2 Proposal Updated Application for Amendment No. 2 of Type A Water Licence 2AM-MRY1325

A heating facility for emulsion trucks will also be constructed south of Milne Port. The heating facility does not include a wash bay, therefore there is no anticipated contact with water and the trucks while within the building. The location of these features is shown on the North Railway detailed figures in Attachment 10.



6.0 GENERAL AND AQUATIC EFFECTS MONITORING (PART I)

6.1 APPLICABLE MANAGEMENT PLANS

The following management plans relate to monitoring:

- Aquatic Effects Monitoring Plan (AEMP; Baffinland, 2016a)
- Environmental Protection Plan (EPP; Baffinland, 2016b)
- Surface Water Sampling Program Quality Assurance and Quality Control Plan (Baffinland, 2016c)

The AEMP is designed to monitor the aquatic ecosystem in the immediate area of the Mine Site that may be affected by multiple stressors (i.e., effluent discharges, dust deposition, sedimentation). The Phase 2 Proposal does not meaningfully change the footprint and hence the potentially affected aquatic receiving environment. Therefore, the AEMP is expected to be adequate as is to continue to monitor the effects of the Project on the aquatic environment without meaningful changes. Draft updates of the first two of these plans for the Phase 2 Proposal are presented as Attachments 27 and 28. The Surface Water Sampling Program QA/QC Plan, which is unchanged for the Phase 2 Proposal, is presented as Attachment 30.

6.2 POTENTIAL NEW MONITORING STATIONS

Baffinland has identified that changes will be required to Part I of the Licence and its accompanying Schedule I as a result of the Phase 2 Proposal. Tables 6.1 and 6.2 identifies the new infrastructure for which Baffinland anticipates monitoring stations may be required in an amended Licence for Milne Port and the Mine Site, respectively. These additional stations would need to be incorporated into Tables 13 to 15 in Schedule I.

Not included in Table 6.1 are monitoring stations that will need to be established downgradient of the various new quarries. These monitoring stations will be identified in future quarry-specific management plans developed and filed with the NWB in accordance with Part D, Item 6.

In accordance with Part I, Item 6, Baffinland will confirm the locations of newly proposed monitoring stations through GPS coordinates with an inspector. Signs will also be posted to identify the new monitoring stations in accordance with Part I, Item 9 of the Licence.

Existing and proposed SNP monitoring stations at Milne Port and the Mine Site are shown on Figures 6.1 and 6.2, respectively. Additions and modifications to the SNP are shown in green, and include modifications proposed by Baffinland under Part E, Item 12 of the Licence in a March 31, 2019 letter to the NWB (Baffinland, 2019b).



Table 6.1 Proposed Revisions to the Milne Port SNP Stations

SNP Station	Description	Project Phases	Monitoring Parameters	Frequency	Status and Proposed Changes for Phase 2 Proposal
MP-MRY-2	Freshwater Intake at Phillips Creek (Summer)	Construction Operations Closure	Group 1	Record Daily Report Monthly	Unchanged
MP-MRY-3	Freshwater Intake from Km 32 Lake (Winter)	Construction Operations Closure	Group 1	Record Daily Report Monthly	Unchanged
	Milne Exploration Phase Sewage Treatment	Construction	Groups 1, 2	Monthly	
MP-MRY-04	Facilities (to become inactive after transition period	Operations Closure	Group 3	Annually	Inactive; see Note 1
	Milne Exploration Phase Sewage Treatment	Construction	Groups 1, 2	Monthly	
MP-MRY-04a	Facilities (to become inactive after transition period	Operations Closure	Group 3	Annually	Inactive; see Note 1
MP-MRY-7	Milne Exploration Phase Bladder Fuel Storage Facility Storm water (to become inactive after transition period)	Construction Operations Closure	Groups 1 and 5	Daily Flow Monthly	Inactive; see Note 1
		Construction	Groups 1 and 7	Monthly	
MP-MRY-12	Bulk Sample Stockpile Area Seepage	Operations Closure	Group 3	Annually	Inactive; see Note 1
MD 04	Milne Port Sewage Treatment Facilities	Construction	Groups 1, 2	Monthly	No shange
MP-01	(discharge into ditch prior to ocean)	Operations	Group 3	Annually	No change



SNP Station	Description	Project Phases	Monitoring Parameters	Frequency	Status and Proposed Changes for Phase 2 Proposal
MP-01a	Milne Port Polishing	Construction	Groups 1, 2	Once prior to discharge and monthly	No change
0.0	Waste Stabilization Pond (PWSP)	Operations	Group 3	Annually	. to onango
MP-02	Milne Port Maintenance Shop Oily water/WWTF	Construction Operations	Groups 1 and 4	Monthly	No change
MP-03	Milne Port Bulk Fuel Storage Facility Stormwater	Construction Operations	Groups 1 and 5	Daily Flow Monthly	No change; clarifying that monitoring parameters include Groups 1 and 5
MP-04	Milne Port Landfarm Facility Stormwater	Construction Operations Closure	Groups 1 and 5	Daily Flow Monthly	No change; proposing to remove reference "plus TSS" in the monitoring parameters, since TSS is included in the Group 5 monitoring group
MP-04B (new)	Milne Port Contaminated Snow Dump	Construction Operations Closure	Groups 1 and 5	Monthly	Proposed; see Note 2.
			Groups 1 and 7	Monthly during summer	Re-name: Milne Port Ore Stockpile
MP-05	Milne Port Ore Stockpile Sedimentation Pond (East)	Construction Operations	Group 3	Annually	Stormwater Ponds No. 2 and 2A; remove closure phase as this pond will be decommissioned at closure
			Groups 1 and 7	Monthly during summer	Re-name: Milne Port Ore Stockpile
MP-06	Milne Port Ore Stockpile Settling Pond (West)	Construction Operations	Group 3	Annually	Stormwater Ponds No. 1 and 1A; remove closure phase as this pond will be decommissioned at closure
MP-07 (new)	Milne Port Ore Stockpile Stormwater Pond No. 3	Construction Operations	Groups 1 and 7	Monthly during summer	New ore stormwater pond



SNP Station	Description	Project Phases	Monitoring Parameters	Frequency	Status and Proposed Changes for Phase 2 Proposal
			Group 3	Annually	
MP-08	Milne Port Ore Stockpile Stormwater Pond	Construction	Groups 1 and 7	Monthly during summer	New ore crusher feed stockpile
(new)	No.4	Operations	Group 3	Annually	stormwater pond
MP-09	Milne Port Ore Stockpile Stormwater Pond	Construction	Groups 1 and 7	Monthly during summer	New ore fines stockpile
(new)	No.5	Operations	Group 3	Annually	stormwater pond
MP-10A	Lump Ore Stockpile Perimeter Ditching East	Construction	Groups 1 and 7	Monthly during summer	New perimeter ditching pond
(new)	Eurip Ore Stockpile Perimeter Ditching East	Operations	Group 3	Annually	New perimeter ditching pond
MP-10B	Lump are stockpile perimeter ditching West	Construction	Groups 1 and 7	Monthly during summer	Now parimeter ditabing pand
(new)	Lump ore stockpile perimeter ditching West	Operations	Group 3	Annually	New perimeter ditching pond
MP-11	Milne Port Rail Maintenance Shop Oily	Construction	Groups 1 and 4	Monthly	New oily water treatment facility
(new)	water/WWTF	Operations	Oroups rand 4	Worthing	New ony water treatment facility
MP-12 (new)	Milne Port Landfill	Construction Operations Closure	Groups 1 and 6	Daily Monthly	Proposed monitoring station to monitor surface or subsurface drainage from the landfill, as appropriate, at a location to be determined with the landfill design report
		Construction	Groups 1 and 8		These two stations are being monitored but are not currently
MP-Q1-01	Surface runoff from Quarry Q1	Operations Closure	Group 3	- Monthly	part of the SNP. Baffinland proposed that the two stations
MP-Q1-02	Surface runoff from Quarry Q1	Construction Operations Closure	Groups 1 and 8	Monthly	be added. Drainage from Quarry Q1 has changed; new locations will be confirmed with the Water Resource Officer in 2019.



SNP Station	Description	Project Phases	Monitoring Parameters	Frequency	Status and Proposed Changes for Phase 2 Proposal
MP-C-A					Station is inactive; propose removal from SNP
MP-C-B					No change proposed
MP-C-B01	Surface discharge downstream of construction area at Milne Port	Construction	Groups 1 and 8	During periods of flow and following significant precipitation events, on a monthly basis	Relocation of this station is proposed
MP-C-C					Relocation of this station is proposed
MP-C-D					Station is inactive; propose removal from SNP
MP-C-E					No change proposed
MP-C-F					No change proposed
MP-C-G					Station is inactive; propose removal from SNP
MP-C-H					No change proposed

NOTES:

- 1. BAFFINLAND SUBMITTED A MARCH 31, 2019 LETTER TO THE NWB REQUESTING CHANGES TO THE SNP THAT IDENTIFIES THESE STATIONS AS INACTIVE AND PROVIDES AN EXPLANATION FOR WHY REMOVAL OF THE SITES FROM THE SNP PROGRAM IS SOUGHT.
- 2. BAFFINLAND RECOMMENDS THE ADDITION OF SNP STATION MP-04A, AS THE CONTAMINATED SNOW DUMP IS A CONTAINMENT AREA SEPARATE FROM THE LANDFARM.



Table 6.2 Proposed Revisions to the Mine Site SNP Stations

SNP Station	Description	Project Phases	Monitoring Parameters	Frequency	Status and Proposed Changes for Phase 2 Proposal
MS-MRY-1	Freshwater Intake from Camp Lake	Construction Operations Closure	Group 1	Record Daily	No change proposed
		Construction	Groups 1 and 2	Monthly	No change proposed
MS-01	Mine Site Sewage Treatment Facilities	Operations Closure	Group 3	Annually	No change proposed
MS-01A	Mine Site Polishing/Waste Stabilization Pond	Construction	Groups 1 and 2	Once prior to discharge and Monthly	No change proposed
	(PWSP)	Operations	Group 3	Annually	
	Effluent from Sailivik Camp Sewage	Construction	Groups 1 and 2	Monthly	Proposed new station for the
MS-01B	Treatment Plant	Operations	Group 3	Annually	Sailiivik Camp Sewage Treatment Plant effluent
MS-02	Mine Site Maintenance Shop Oily Water WWTF	Construction Operations	Groups 1 and 4	Monthly	No change proposed
MS-MRY-4A.		0 1 1	Groups 1 and 2	Once prior to discharge and Monthly	These three stations have been monitored and reported for
MS-MRY-4B & MS-MRY-4C	Exploration Camp Polishing/Waste Stabilization Ponds	Construction Operations	Group 3	Annually	several years but are not currently part of the SNP. Baffinland proposed that the three stations be added.
		Construction	Groups 1 and 2	Monthly	
MS-MRY-04	Exploration Camp Sewage Treatment Facility	Operations Closure	Group 3	Annually	No longer in use
MS-03	Mine Site Bulk Fuel Storage Facility Stormwater	Construction Operations	Groups 1 and 5	Daily Flow Monthly	No change proposed
MS-03B	Mine Site Bulk Fuel Storage Facility No.2 Stormwater	Construction Operations	Groups 1 and 5	Daily Flow Monthly	Proposed new station for the second tank farm
MS-04	Mine Site Fuel Unloading Station Stormwater	Construction Operations	Groups 1 and 5	Daily Flow Monthly	No change proposed

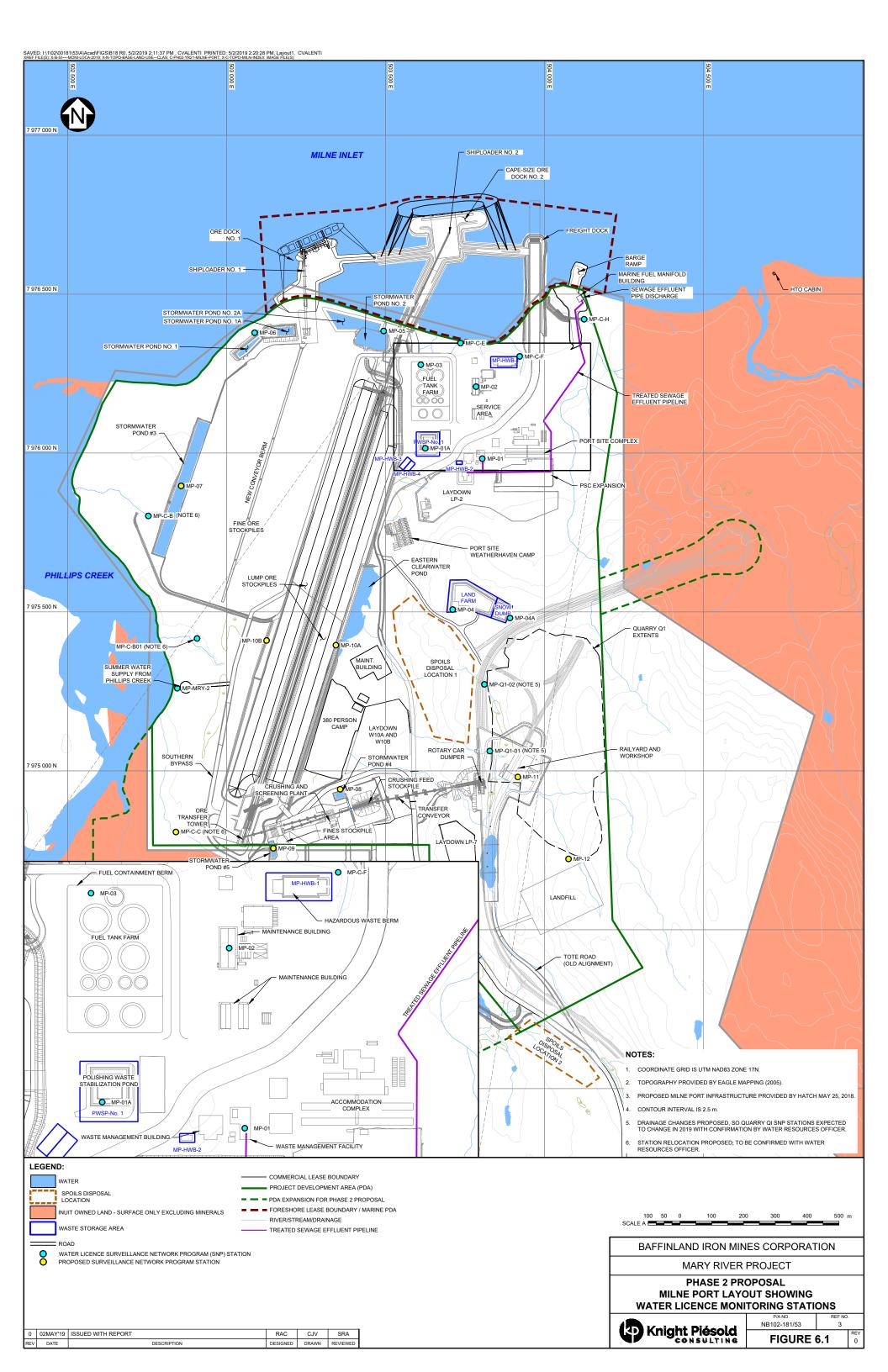


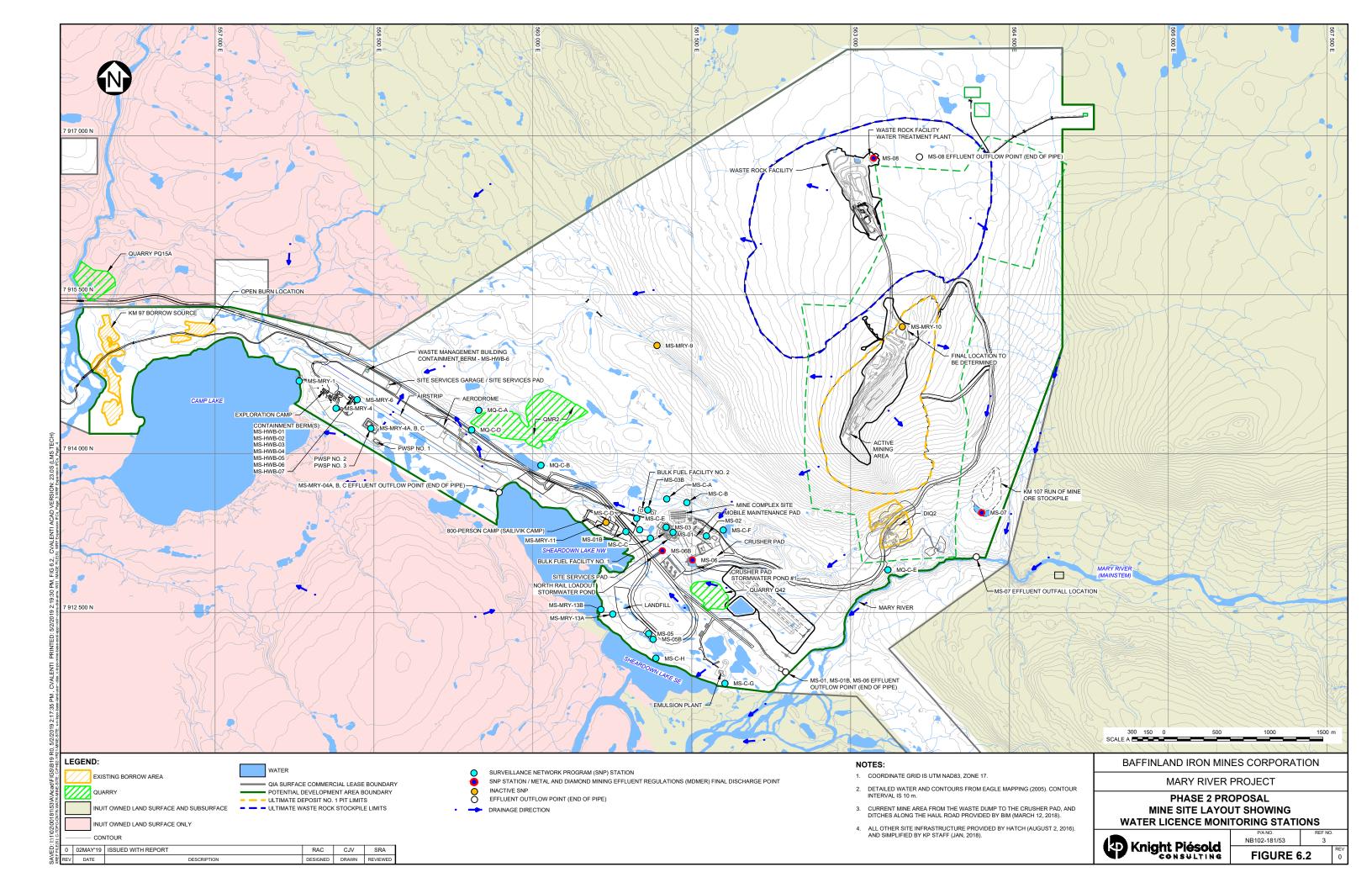
SNP Station	Description	Project Phases	Monitoring Parameters	Frequency	Status and Proposed Changes for Phase 2 Proposal
MS-05	Mine Site Landfarm Facility	Construction Operations	Groups 1 and 5 Plus TSS	Daily Flow Monthly	This is an approved facility planned to be built in 2019.
MS-05B	Mine Site Contaminated Snow Dump	Construction Operations	Groups 1 and 4	Monthly	This is part of the approved Mine Site landfarm facility to be built in 2019.
MS-MRY-6	Exploration Camp Bulk Fuel Storage Facility	Construction Operations	Groups 1 and 5	Daily Flow Monthly	No changes proposed
			Groups 1 and 7	Monthly during summer	Suggest re-naming station "Stormwater Pond No. 1 at
MS-06	Ore stockpile (crusher pad) pond stormwater	Operations	Group 3	Annually	Crusher Pad Facility". Project phase should be operations only, as the pond will be decommissioned at closure
MS-06B	Stormwater Pond No. 2 at North Rail Loadout	Operations	Groups 1 and 7	Monthly during summer	New stormwater pond
	Facility		Group 3	Annually	·
MS-07	Run of Mine (ROM) Ore Stockpile Pond Stormwater	Operations Closure	Groups 1 and 7	Monthly during summer	Not yet constructed; no changes
	Stoffiwater	Closule	Group 3	Annually	proposed
MS-08	Waste Rock Stockpile West Pond	Operations Closure	Groups 1 and 7	Monthly during summer	Operational, but discharges to the Mary River as the east pond
	·	Closure	Group 3	Annually	intended
MS-09	Waste Rock Stockpile East Pond	Operations	Groups 1 and 7	Monthly during summer	Not yet constructed; no changes
	·	Closure	Group 3	Annually	proposed
MS-MRY-09	2008 Bulk Sample Program - Open Pit -	Construction	Groups 1 and 7	Monthly during summer	Inactive; relocation proposed
	Downstream Surface Water Drainage	Operations	Group 3	Annually	
MS-MRY-10	2008 Bulk Sample Program - Ore Stockpile Area – Downstream Surface Water Drainage		Groups 1 and 7	Monthly during summer	Inactive; relocation proposed



SNP Station	Description	Project Phases	Monitoring Parameters	Frequency	Status and Proposed Changes for Phase 2 Proposal
		Construction Operations Closure	Group 3	Annually	
MS-MRY-11	2008 Bulk Sample Program - Ore Processing Area - Downstream Surface Water Drainage	Construction Operations Closure	Groups 1 and 7	Monthly during summer	Inactive; can be discontinued
			Group 3	Annually	
MS-MRY-13a & MS-MRY-13b	Mine Site Non-Hazardous Waste Landfill Facility - Downstream Surface Water Drainage	Construction Operations Closure	Groups 1 and 6	Daily Monthly	No change proposed
MS-C-A		Construction	Groups 1 and 8	During periods of flow and following significant precipitation events, on a monthly basis	No change proposed
MS-C-B	Surface discharge downstream				
MS-C-C					
MS-C-D					
MS-C-E					
MS-C-F					
MS-C-G					Down gradient of emulsion plant
MS-C-H					Down gradient of emulsion plant
MQ-C-A		Construction Operations Closure	Groups 3 and 8	During periods of flow on a monthly basis	These two stations have been monitored and reported for several years but are not currently part of the SNP. Baffinland proposed that the two stations be added.
MQ-C-B	Surface water drainage downstream of QMR2 Quarry.				
MQ-C-D					
OS-01	Ore Staging Area Stormwater Pond	Construction	(Same as other ore stockpiles)	(Same as other ore stockpiles)	New pond to collect runoff from the ore staging area for a period of 1 to 2 years during rail construction/ commissioning. Final discharge will be to use the effluent for dust suppression on Tote Road.







7.0 ABANDONMENT, RECLAMATION AND CLOSURE (PART

J)

7.1 OVERVIEW OF CHANGES

The Phase 2 Proposal involves the construction and operation of additional infrastructure that requires incorporation into the Interim Closure and Reclamation Plan. The reclamation security estimate will also increase once the additional project components have been constructed.

7.2 INTERIM CLOSURE AND RECLAMATION PLAN

A draft update of the Interim Closure and Reclamation Plan is included as Attachment 29, in accordance to Part J, Item 2 of the Licence.

7.3 SECURITY

In accordance to Part C of the Licence, Baffinland will update the security requirements for the Project annually, with necessary adjustments accounted for in the results of the Annual Security Review process. The annual review process has been established by the NWB in recognition of the phased approach adopted by Baffinland for the implementation of the Mary River Project.



8.0 ENVIRONMENTAL MANAGEMENT PLANS

Table 8.1 identifies the existing Environmental Management Plans currently required under the Licence, and those that have been updated in draft for the Phase 2 Proposal and are provided as attachments to this Application. The Interim Closure and Reclamation Plan is not identified in Table 8.1 as that plan is discussed in Section 7.2.

Table 8.1 Status of Management Plans Required Under the Type A Water Licence

Type A Water Licence Requirement	Plan (Document No.)	Current Version	Draft Updates for Phase 2 Proposal	
Part B, Item 14a Part H, Items 1, 6, 7 and 9	Emergency Response Plan (BAF-PH1-840-P16-0002)	February 2016	Attachment 20	
Part B, Item 14b Part H, Items 1, 6, 7 and 9	Spill Contingency Plan (BAF-PH1-830-P16-0036)	March 2016	Attachment 21	
Part B, Item 14c Part E, Item 2	Surface Water, Aquatic Ecosystem Management Plan (BAF-PH1-830-P16-0026)	March 2019	Attachment 22	
Part B, Item 14d Part E, Item 1	Fresh Water Supply, Sewage, and Wastewater Management Plan (BAF-PH1-830-P16-0010)	March 2019	Attachment 23	
Part B, Item 14e Part F, Item 1	Waste Management Plan (BAF-PH1-830-P16-0028)	March 2018	Attachment 24	
Part B, Item 14s Part D, Item 5h Part F, Item 2	Phase 1 Waste Rock Management Plan (BAF-PH1-830-P16-0029)	April 2014	Update the waste rock production schedule; this plan will be submitted to the NWB by December 31, 2019	
Part B, Item 14f Part F, Item 2	Life of Mine Waste Rock Management Plan (BAF-PH1-830- P16-0031)	April 2014	No update required	
Part B, Item 14q Part F, Item 4	Hazardous Materials and Hazardous Waste Management Plan (BAF-PH1-830-P16-0011)	March 2017	Attachment 25	
Part B, Item 14i Part D, Item 5a	Borrow Pit and Quarry Management Plan (BAF-PH1-830- P16-0004)	March 2014	Attachment 26	
Part E, Item 24	Blasting Management Plan (see Note 1)	April 2013	To be updated or new plan developed that addresses blasting associated with rail construction	
Part I, Item 2	Aquatic Effects Monitoring Plan (BAF-PH1-830-P16-0039)	April 2016	Attachment 27	



Type A Water Licence Requirement	Plan (Document No.)	Current Version	Draft Updates for Phase 2 Proposal				
Part I, Item 3	Environmental Protection Plan (BAF-PH1-830-P16-0008)	August 2016	Attachment 28				
Part I, Item 16	Surface Water Sampling Program - Quality Assurance and Quality Control Plan (BAF-PHI-830-P16- 0001)	March 2017	No update required; Attachment 30				
Individual Quarry Ma	Individual Quarry Management Plans						
	Borrow Source Management Plan - km 2 (BAF-PH1-830-P16-0030)	October 2014	No update required				
	Borrow Source Management Plan - km 97 (BAF-PH1-830-P16-0032)	October 2014	No update required				
	Borrow Source Management Plan - km 104 (BAF-PH1-830-P16-0035)	March 2014	No update required				
	Quarry Management Plan D1Q1 (H349000-4200-07-245-0001)	October 2013	No update required				
	Quarry Management Plan D1Q2 (H349000-4200-07-245-0002)	October 2013	No update required				
Part B, Item 14j Part D, Item 5b	Quarry Management Plan Q1 (H349000-1000-07-126-0013)	March 2013	No update required				
	Quarry Management Plan Q11 (H349000-3000-07-245-0002)	October 2013	No update required				
	Quarry Management Plan Q19 (H349000-3000-07-245-0003)	October 2013	No update required				
	Quarry Management Plan Q7 (H349000-3000-07-245-0001)	October 2013	No update required				
Part B, Item 14k Part D, Item 5c	Quarry Management Plan QMR2 (BAF-PH1-830-P16-0040)	September 2014	Update required to expand quarry boundaries				
Part B, Item 14I Part D, Item 5d	Quarry Management Plan – Quarry QS2	January 2012	No update required				
Part B, Item 14m Part D, Item 5e	Quarry Management Plan - Quarry Q7 + 500	January 2012	No update required				
Part B, Item 14n Part D, Item 5f	Quarry Management Plan - Quarry Q133 +500	January 2012	No update required				
Part B, Item 14o Part D, Item 5g	Quarry Management Plan - Quarry Q77 +200	February 2012	No update required				

NOTES:

1. PART D, ITEM 6 REQUIRES BAFFINLAND TO SUBMIT FOR REVIEW AN ADDENDUM TO THE BORROW PIT AND QUARRY MANAGEMENT PLAN, OR TO SITE-SPECIFIC QUARRY MANAGEMENT PLANS IF NOT ADEQUATELY ADDRESSED BY THE BORROW PIT AND QUARRY MANAGEMENT PLAN.

"THE LICENSEE SHALL SUBMIT TO THE BOARD FOR REVIEW, AN ADDENDUM TO THE PLAN REFERRED TO IN PART D, ITEM 6A FOR ANY QUARRY SITE SELECTED FOR FUTURE DEVELOPMENT THAT THE PLAN DOES NOT ADEQUATELY ADDRESS. IF THE CONTENT OF THE EXISTING QUARRY PLAN



REFERRED TO UNDER PART D, ITEM 6A, DOES NOT ADEQUATELY ADDRESS THE PROPOSED ACTIVITIES FOR THE MANAGEMENT REQUIREMENTS OF THE SELECTED QUARRY SITE, THE LICENSEE SHALL SUBMIT TO THE BOARD FOR APPROVAL, A SITE-SPECIFIC QUARRY MANAGEMENT PLAN."

Items 1 and 2 of Part E and Item 1 of Part H of the Licence specify the requirements for filing updates to the management plans with upcoming annual reports. Baffinland has provided updated management plans as indicated in Table 8.1, presented as Attachments 20 to 32.

Although not prescribed by the current Licence, the Snow Management Plan is an important plan that identifies measures to mitigate the release of sediment to watercourses from meltwater originating from snow piles. This plan will be updated by May 13, 2019 to identify revised snow stockpile locations based on site layout changes arising from the Phase 2 Proposal.

Two new biophysical management plans will be required for the Phase 2 Proposal, and therefore were included in the Addendum to the FEIS (Baffinland, 2018a):

- Offsetting Plan for the Serious Harm to Fish Railway (TSD 15; KP, 2018c) Construction of the North Railway will involve the installation of new watercourse crossings, and stream diversions that result from rock cuts along the alignment, which will result in serious harm to fish and fish habitat.
- Offsetting Plan for the Serious Harm to Fish Second Ore Dock (TSD 23; Golder, 2018b) Construction of the second ore dock at Milne Port will require a conceptual offsetting plan to be
 submitted with the Addendum to the FEIS.



9.0 FUTURE SUBMISSIONS TO THE NWB

Table 9.1 lists the future submissions to the NWB in support of this application for an amendment to the Licence amendment, and when these submissions will be provided.

Table 9.1 Timelines for Future Submissions to the NWB

Project Component	Additional Information	Timeline
Milne Port Landfill	Construction plan and schedule, design report with IFC drawings and operation and maintenance manual	June 2020
New and Modified Quarries	New and/or updated quarry-specific management plans	Prior to quarry development
Construction Plan and Schedule	Construction plan and construction schedule for water works (SIG Table 5, Item 46d)	60 days prior to construction



10.0 REFERENCES

- AMEC Earth & Environmental (AMEC), 2010. Technical Memorandum to: Greg Wortman and Doron Golan. Re: Baffinland Mary River Project Trucking Feasibility Study, Interim ML/ARD Assessment of Tote Road Quarry and Borrow Pit Samples. December 10. Mississauga, Ontario. Project No. TC101510. File No. 017.
- American Railway Engineering and Maintenance-of-Way Association (AREMA), 2018. *Manual for Railway Engineering*.
- Baffinland Iron Mines Corporation (Baffinland), 2012. *Mary River Project Final Environmental Impact Statement*. February.
- Baffinland Iron Mines Corporation (Baffinland), 2014a. *Borrow Pit and Quarry Management Plan*. March 20. Ref. No. BAF-PH1-830-P16-0004. Rev. 0.
- Baffinland Iron Mines Corporation (Baffinland), 2014b. *Phase 1 Waste Rock Management Plan.* April 30. Ref. No. BAF-PH1-830-P16-0029, Rev. 0.
- Baffinland Iron Mines Corporation (Baffinland), 2014c. *Life of Mine Waste Rock Management Plan.* April 30. Ref. No. BAF-PH1-830-P16-0031, Rev. 0.
- Baffinland Iron Mines Corporation (Baffinland), 2016a. *Aquatic Effects Monitoring Plan.* April 8. Ref. No. BAF-PH1-830-P16-0039, Rev. 2.
- Baffinland Iron Mines Corporation (Baffinland), 2016b. *Environmental Protection Plan.* August 30. Ref. No. BAF-PH1-830-P16-0008, Rev. 1.
- Baffinland Iron Mines Corporation (Baffinland), 2016c. Surface Water Sampling Program Quality Assurance and Quality Control Plan. March. Doc. No. BAF-PHI-830-P16-0001, Rev.1.
- Baffinland Iron Mines Corporation (Baffinland), 2017a. *Hazardous Materials and Waste Management Plan.* March 29. Ref. No. BAF-PH1-830-P16-0011, Rev. 5.
- Baffinland Iron Mines Corporation (Baffinland), 2017b. *Spill Contingency Plan.* March 29. Ref. No. BAD-PH1-830-P16-0036, Rev. 3.
- Baffinland Iron Mines Corporation (Baffinland), 2017c. *Oil Pollution Emergency Plan (OPEP) Milne Inlet*. June 6. Ref. No. BAF-PH1-830-P16-0013, Rev. 3.
- Baffinland Iron Mines Corporation (Baffinland), 2018a. *Addendum to the Final Environmental Impact Statement Mary River Project Phase 2 Proposal NIRB File No. 08MN053*. August 2018, Revised September 2018.
- Baffinland Iron Mines Corporation (Baffinland), 2018b. *Waste Management Plan.* March 29. Ref. No. BAF-PH1-830-P16-0028, Rev. 6.
- Baffinland Iron Mines Corporation (Baffinland), 2018c. *Emergency Response Plan*. March 29. Ref. No. BAF-PH1-840-P16-0002, Rev. 3.
- Baffinland Iron Mines Corporation (Baffinland), 2018d. *Railway Emergency Response Plan*. September 25. Rev. A.



- Baffinland Iron Mines Corporation (Baffinland), 2019a. *Surface Water and Aquatic Ecosystem Management Plan.* March 31. Ref. No. BAF-PH1-830-P16-0026, Rev. 5.
- Baffinland Iron Mines Corporation (Baffinland), 2019b. March 31, 2019 Letter from Christopher Murray of Baffinland to Assol Kubeisinova of the Nunavut Water Board. *RE: Mary River Project Changes to Surveillance Network Program (SNP) Type 'A' Water Licence 2AM-MRY1325 Amendment No. 1.*
- Baffinland Iron Mines Corporation (Baffinland), 2019c. Fresh Water Supply, Sewage, and Wastewater Management Plan. March 31. Ref. No. BAF-PH1-830-P16-0010, Rev. 6.
- Canadian Council of Ministers of the Environment, 2019. Canadian Water Quality Guidelines for the Protection of Aquatic Life.
- Ferguson Simek Clark Engineers & Architects, 2003. *Guidelines for the Planning, Design, Operations and Maintenance of Modified Solid Waste Sites in the NWT*. April 21. Yellowknife, NWT. Ref. No. FSC Project No: 2001-1330.
- Fisheries and Oceans Canada (DFO), 1995. Freshwater Intake End-of-Pipe Fish Screen Guideline. ISBN 0-668-23168-6. Retrieved from: www.dfo-mpo.gc.ca/Library/223669.pdf.
- Golder Associates Ltd. (Golder), 2018a. Report Interim Waste Rock Management Plan Mary River Project. February 1. Ref. No. 1665556 (6000) DOC 002 Rev. 1.
- Golder Associates Ltd. (Golder), 2018b. *Technical Supporting Document No. 23 Conceptual-level Marine Offsetting Plan.* Prepared for Baffinland Iron Mines Corporation Mary River Project Phase 2 Proposal. June 22. Ref. No. 1663724-066-R-Rev0.
- Golder Associates Ltd. (Golder), 2019. Report Interim Waste Rock Management Plan Mary River Project.

 Ref. No. 1790951 DOC 034 Rev. 0.
- Hatch Ltd., 2017a. Baffinland Iron Mines Corporation Mary River Expansion Project Design Criteria Railway Design Criteria and Design Rational. Ref. No. H353004-39000-224-210-0001, Rev. 0, November 28, 2017.Hatch Ltd. (Hatch), 2017b. Project Memo. Re: Baffinland Iron Mines Corporation Mary River Project Geotechnical Investigations Acid Rock Drainage Assessment. September 6. Ref. No. H353004.
- Hatch Ltd., 2018a. Baffinland Iron Mines Corporation Mary River Expansion Project Design Criteria Civil Design Philosophy. Ref. No. H353004-00000-200-210-0001, Rev. 2, March 12, 2018.
- Hatch Ltd., 2018b. Baffinland Iron Mines Corporation Mary River Expansion Project Design Criteria Geotechnical Design Criteria. Ref. No. H353004-00000-229-210-0001, Rev. 0, July 5, 2018.
- Hatch Ltd. (Hatch), 2019. Borrow Source Investigation Factual Data Report. Ref No. H353004-30000-229-230-0002, Rev 0, April 26.
- Knight Piésold Ltd. (Knight Piésold), 2007. Memorandum to: Rodney Cooper. Re: *Preliminary Results of Phase I Geochemical Characterization Program*. March 16. North Bay, Ontario. Ref. No. NB07-00232 (NB102-181/4).
- Knight Piésold Ltd. (KP), 2008. *Bulk Sampling Program, Landfill Design and Operations.* March 31. North Bay, Ontario. Ref. No. NB102-00181/10-9, Rev. 1.Knight Piésold Ltd., 2018a. *Baffinland Iron Mines Corporation Mary River Project Phase 2 Proposal Application to Amend Type A Water Licence 2AM-MRY1325.* Ref. No. NB102-181/45-2, Rev. 4, September 26.



- Knight Piésold Ltd. (KP), 2018b. Technical Supporting Document No. 13 Surface Water Assessment.
 Prepared for Baffinland Iron Mines Corporation for the Mary River Project Phase 2 Proposal.
 October 3. North Bay, Ontario. Ref. No. NB102-181/39-8, Rev. 4.
- Knight Piésold Ltd., 2018c. *Technical Supporting Document No. 15 Conceptual Freshwater Offsetting Plan.*Prepared for Baffinland Iron Mines Corporation for the Mary River Project Phase 2 Proposal. June 27. North Bay, Ontario. Ref No. NB102-181/42-1, Rev. 0.
- Knight Piésold Ltd., 2019. Technical Memorandum: Mary River Project Phase 2 Proposal Summary of Geochemistry Testing of Rock and Overburden Samples Representative of Quarries, Borrow Pits and Rock Cuts Along the North Railway. Ref. No. NB19-00237, March 22.
- North/South Consultants Inc., 2019a. Technical Memorandum: *Mary River Phase 2 Proposal Update:*Project Infrastructure Interactions with Fresh Water Streams and Ponds. May 1, 2019. Prepared for Baffinland Iron Mines Corporation.
- North/South Consultants Inc., 2019b. *Baffinland Iron Mines Corporation Mary River Project Phase 2 Proposal North Railway Freshwater Habitat Survey: 2018.* April 2019. Prepared for Baffinland Iron Mines Corporation.
- Nuna Contracting Ltd. (Nuna), 2012. *Blasting Management Plan.* March. Prepared for Baffinland Iron Mines for the Mary River Project.
- Nunavut Impact Review Board, 2012. In the matter of the Nunavut Land Claims Agreement, Nunavut Land Claims Agreement Act, S.C., 1993, c. 29 Article 12, Part 5 And In the matter of an application by Baffinland Iron Mines Corporation for development of the Mary River Project Proposal in the Qikiqtani Region of Nunavut NIRB Project Certificate No. 005. December 28.
- Nunavut Impact Review Board, 2014. In the matter of the Nunavut Land Claims Agreement, Nunavut Land Claims Agreement Act, S.C., 1993, c. 29 Article 12, Part 5 And In the matter of an application by Baffinland Iron Mines Corporation for development of the Mary River Project Proposal in the Qikiqtani Region of Nunavut NIRB Project Certificate No. 005. Amendment No. 1, May 28.
- Nunavut Impact Review Board (NIRB), 2015. Guidelines for the Preparation of an Environmental Impact Statement for Baffinland Iron Mines Corporation's Mary River Project (NIRB File No. 08MN053) Amended Version for the Phase 2 Development Proposal. October 6.
- Nunavut Impact Review Board, 2018. In the matter of the Nunavut Land Claims Agreement, Nunavut Land Claims Agreement Act, S.C., 1993, c. 29 Article 12, Part 5 And In the matter of an application by Baffinland Iron Mines Corporation for development of the Mary River Project Proposal in the Qikiqtani Region of Nunavut NIRB Project Certificate No. 005. Amendment No. 2, October 30.
- Nunavut Impact Review Board, 2018b. Reconsideration Report and Recommendations Production Increase Proposal Baffinland Iron Mine Corporation NIRB File No. 08MN053. August 31. Nunavut Impact Review Board (NIRB) and Nunavut Water Board (NWB), 2012. Detailed Coordinated Process Framework for NIRB Reviews and NWB Licensing. Retrieved from: https://www.nwb-oen.ca/sites/default/files/cms_uploads/120424-NIRB%20and%20NWB%20Detailed%20Coordinated%20Process%20Framework-OEDE.pdf
- Nunavut Planning Commission (NPC), 2018. Letter. *Re: NPC File No 148420 [Mary River Phase 2 Expansion Project]*. May 29. Cambridge Bay, Nunavut.



- Nunavut Water Board (NWB), 2015. Mary River Project Water Licence 2AM-MRY1325 Amendment No. 1. July 30.
- Nunavut Water Board (NWB), 2019. January 18, 2019 Letter to Christopher Murray of Baffinland: *Licence No. 2AM-MRY1325 Type "A"*; Mary River Project, Baffinland Iron Mines Corporation; Modification No. 3b Milne Port Accommodations Camp Upgrade.
- Stantec Consulting Ltd., 2018. *Mary River Modification Application Production Increase, Fuel Storage, and Milne Port Accommodations*. Project No. 121414789, April 23.

Transport Canada. 2017. SOR/2017-253: Transportation of Dangerous Goods Regulations, 2017.



11.0 CERTIFICATION

This report was prepared and reviewed by the undersigned.

Prepared:

for: Wilson Muir, P.Eng. Senior Engineer

Reviewed:

Richard Cook, P.Geo. (Ltd.)

Specialist Environmental Scientist | Associate

This report was prepared by Knight Piésold Ltd. for the account of Baffinland Iron Mines Corporation. Report content reflects Knight Piésold's best judgement based on the information available at the time of preparation. Any use a third party makes of this report, or any reliance on or decisions made based on it is the responsibility of such third parties. Knight Piésold Ltd. accepts no responsibility for damages, if any, suffered by any third party as a result of decisions made or actions based on this report. Any reproductions of this report are uncontrolled and might not be the most recent revision.

Approval that this document adheres to the Knight Piésold Quality System:



