



June 26, 2024

Karén Kharatyan
Director of Technical Services
Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU
X0B 1J0

RE: APPLICATION TO RENEW TYPE A WATER LICENCE 2AM-MRY1325, MARY RIVER PROJECT

Dear Mr. Kharatyan,

Baffinland Iron Mines Corporation (Baffinland) is submitting this renewal application for Type A Water Licence 2AM-MRY-1325 governing its operations at the Mary River Project. The current licence expires on June 10, 2025.

Baffinland is applying to the Nunavut Water Board to renew the Licence for an additional 15-year term. No changes to the current Licence are being proposed by Baffinland. In particular, no changes are being made to the scope, location or water volumes in the current Licence. For clarity, the Sustaining Operations Proposal 2 or SOP2 currently subject to a reconsideration by the Nunavut Impact Review Board does not trigger any amendments to the Licence and is a separate process.

The application and supporting information are provided in Attachment 1. A description of the supporting information provided as part of the application form is provided below.

- **Executive summary:** Provided in Inuktitut and English.
- **Description of the undertaking:** Overview of existing operations.
- **Corporate and financial information:** Latest corporate details and details on the amount of financial security the company has currently posted with the landowners to cover mine closure costs.
- **Consultation:** Summary of engagement activities in relation to topics relevant to the Water Licence.
- **Quantity of water:** Information about water quality and quantity for context, with confirmation that no changes to any current Licence terms and conditions are being requested by Baffinland.
- **Compliance assessment:** Provided the most recent water licence inspection report from Crown-Indigenous Relations and Northern Affairs Canada (CIRNAC) (from April 2024),

demonstrating the Company's current compliance status with the terms and conditions of the Licence.

- **Environmental Management Plans:** Copies of Environmental Management Plans currently required under the Licence. These plans are provided for reference only, and not for approval as part of the licence renewal process. This is because updates to these plans are already subject to review through the NWB annual report process, which is underway and will be completed separately from but in parallel with the upcoming NWB renewal process.
- **Supplemental Information Guidelines (SIG):** Although there are no changes included in the Water Licence Renewal, the SIG has been included at NWB's request to help reviewers navigate the information relevant to the application. It should be noted that the information provided with the application is listed in Tab 2.0. Other information has been referenced, and is available on the NWB's public registry.

We thank you for considering Baffinland's application for this Water Licence Renewal Application. If you require any further information or documentation, please do not hesitate to contact the undersigned.

Sincerely,

A handwritten signature in black ink, appearing to read "Lou Kamermans".

Lou Kamermans
Senior Director, Sustainable Development

cc. Elisabeth Luther, Steve Borcsok

Attachment

Attachment 1 - Application and Supporting Information to Renew the Type A Water Licence
2AM-MRY1325