

Status Update: 2018 Production Increase, Topic List (July 9th, 2018).

Topic	Concern/Topic	What Will Resolve this Topic	Status of Topic Resolution
Shipping	General Communications with the community of Pond Inlet and the overall Shipping Management System requires confirmation and improved awareness. <u>Note:</u> The “Shipping Management System” is understood to include all topics listed below related to shipping and other topics deemed relevant.	<p>The communication system should be described in a plain-language document, translated and circulated to all parties. Once commitments are confirmed, ongoing verification is required to ensure effectiveness.</p> <p>At a minimum, the communication system shall include the following: Regular vessel schedule updates to be provided to the community on a consistent basis; in addition to in-line tracking, a local message board will be erected in the community; additional ways of effectively communicating changes to community members to be explored.</p> <p>An “end of shipping season” verification meeting shall take place in Pond Inlet, not later than November 1, with community members, to discuss all matter relevant to project shipping. The purpose of the meeting is to assess the effectiveness of shipping-related commitment, to determine where improvements are needed, and to revise shipping management systems prior to the next shipping season.</p> <p>“Start of shipping season” meeting shall be held in Pond Inlet, not later than April 1, to present the shipping management system including any changes made in response to community input.</p>	<p>A series of meetings have been held in Pond Inlet in 2018 on these topics.</p> <p>Agreement on these commitments has yet to be confirmed in writing.</p>
	Provision of vessel-specific communications to the community of Pond Inlet is outstanding.	A vessel-specific communication system should be described in plain-language format; documents must be translated and circulated to all parties.	<p>A series of meetings have been held in Pond Inlet in 2018 on these topics.</p> <p>Agreement on these commitments has yet to be confirmed in writing.</p>
	The use of VHF Towers/VHF communication systems by the project remains unclear.	Work with Baffinland to determine whether adequate repeater towers exist to cover the areas used by hunters and trappers; help to develop a protocol to ensure information relevant to vessel traffic, etc., are effectively communicated to hunters and/or trappers in in English and Inuktitut.	<p>A series of meetings have been held in Pond Inlet in 2018 on these topics.</p> <p>Agreement on these commitments has yet to be confirmed in writing.</p>
	On-Board Monitors as a component of 2018 and future monitoring is unclear.	<p>An agreement upon how Baffinland shipboard monitors will be used, including the hiring and training process for these roles.</p> <p>Confirmation from Baffinland that this program will not be eliminated without a commitment to utilize an alternative form of monitoring.</p>	<p>A series of meetings have been held in Pond Inlet in 2018 on these topics.</p> <p>Agreement on these commitments has yet to be confirmed in writing.</p>
	Adherence to shipping routes, anchorage sites and speed limits.	<p>A map shall be produced, which clearly portrays the shipping route and anchorage sites. The map should clearly display alternative shipping routes and anchorage locations. The map should clearly display “no-go” areas for project vessels.</p> <p>Speed limits for project vessels shall be clearly established.</p> <p>Shipping routes, anchorage sites, and speed limits shall be communicated to all vessel operators and included in contracting terms for all vessels.</p> <p>Baffinland shall certify that all vessel owners and operations have been informed of shipping route and anchorage locations and speed limits (“project-specific shipping requirements”). Baffinland shall confirm how strict compliance with these project-specific shipping requirements will be enforced, including “live” community feedback.</p>	<p>A series of meetings have been held in Pond Inlet in 2018 on these topics.</p> <p>Agreement on these commitments has yet to be confirmed in writing.</p>
	Ballast Water management is not well understood.	<p>Confirmation by Baffinland as to how for ballast water management requirements is being addressed.</p> <p>Confirmation by Baffinland as to how ballast water management requirements are being monitored.</p>	<p>Agreement on these commitments has yet to be confirmed in writing.</p>
	Bruce Head Monitoring as a component of 2018 and future monitoring is unclear.	<p>Confirmation from Baffinland as to whether this program will operate in 2018.</p> <p>Confirmation from Baffinland as to whether this program will be maintained as a standard project monitoring program.</p> <p>Confirmation from Baffinland that this program will not be eliminated without a commitment to utilize an alternative form of monitoring.</p>	<p>A series of meetings have been held in Pond Inlet in 2018 on these topics.</p> <p>Agreement on these commitments has yet to be confirmed in writing.</p>
	Wildlife Compensation Fund requires improved public awareness.	<p>Provide additional information about the Wildlife Compensation Fund, including how it is administered.</p> <p>Provide additional information as to for how the Wildlife Compensation Fund can be accessed.</p>	<p>This program is operational. Administration of this program requires regular outreach and awareness. QIA will issue regular communication on this topic during the 2018 Shipping season.</p>
	Compensation for damages to equipment as a result of project ships is unclear.	Clarify whether compensation for damage to personal equipment as a result of project shipping activities is addressed by Wildlife Compensation Fund.	<p>QIA and Baffinland to jointly confirm a response on this topic prior to the 2018 shipping season.</p>
	Additional Monitoring Programs are unclear,	Confirmation as to what other monitoring programs will exist, including but not limited to programs run by Baffinland.	<p>A series of meetings have been held in Pond Inlet in 2018 on these topics.</p> <p>Confirming the list of monitoring programs for the 2018 shipping season is required.</p>

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Dust	Tote Road Dust Monitoring Results/Tote Road Sampling Locations must adjust to address dust current and anticipated impacts.	Confirmation is required from Baffinland on the extent of additional monitoring that will be implemented along the Tote Road to assess the impact of increased project activities associated with to the Production Increase Proposal.	Agreement on these commitments has yet to be confirmed in writing.
	Tote Road Dust Mitigation is required to address current dust impacts.	Confirmation is required from Baffinland on measures that will be implements to effectively manage dust generated along the Tote Road due to current and increased project activities.	Agreement on these commitments has yet to be confirmed in writing.
	Expanded site monitoring program related to dust. (water, land, wildlife, human) is required to address these impacts.	Confirmation is required from Baffinland on the extent of additional monitoring that will be carried out to address potential impact of increased project activities on freshwater, terrestrial, wildlife and human-health components.	Agreement on these commitments has yet to be confirmed in writing.
Management Plans	Management Plans must be updated.	Commitment is required form Baffinland on whether it will be updating its Management Plans to reflect changes in project scope and operational requirements.	Confirmation as to which Management Plans and what changes are proposed remains unclear.
Water Compensation Agreement (WCA)	Environmental Information Review has yet to be responded to by Baffinland.	Agreement between QIA and Baffinland on the “Environmental Information Review”	Baffinland has yet to file a response to QIA on this topic.
	Natural Variation and Significant Impacts have yet to be adequately defined.	Agreement between QIA and Baffinland on the “Natural Variation and Significant Impacts”	Baffinland has yet to file a response to QIA on this topic.
	Amendment to WCA is outstanding.	Baffinland is required to formally amend the WCA to include the production increase within the scope of this agreement.	The agreement has yet to be amended.
	An overall WCA Implementation Framework has not been established.	Confirmation on when Baffinland intends to provide a framework for implementing the WCA	Agreement on this commitment has yet to be confirmed in writing.
	It remains unclear how impacts greater than predicted will be managed under this agreement.	Confirmation is required from Baffinland on how “greater-than-predicated” impacts will be address in the context of the water compensation agreement.	Agreement on this commitment has yet to be confirmed in writing.
IOL Lease	Interim Closure and Reclamation Plan remains a conditional approval.	Confirmation is required on when Baffinland will submit an updated ICRP to address QIA’s comments and recommendations.	QIA has yet to approve this plan. QIA will no longer issue “conditional” approvals for this plan.
	As-Built Designs submissions are outstanding.	Baffinland to provide relevant outstanding as-built pans and drawings to reflect changes in project scope and operational requirements. Where designs cannot be provided, Baffinland has committed to acquire additional LIDAR data to capture existing site infrastructure.	Agreement on these commitments has yet to be confirmed in writing.
	Tote Road Alignment	Baffinland is required to provide information to confirm whether the Tote Road has been built to design and within the prescribed boundaries or extents of the land lease.	Agreement on these commitments has yet to be confirmed in writing.
	Waste Rock Facility management solution is outstanding.	Confirmation is required on measures that Baffinland plans to take to troubleshoot seepage issues associated with the collection pond for the waste rock facility; once reasons for seepages have been identified, confirmation must be provided on the action plan to address this issue.	Agreement on these commitments has yet to be confirmed in writing.
Roads Management Plan	Roads Management Plan remains outstanding.	Confirmation is required on when Baffinland will submit, to the QIA approval, an updated/a revised Roads Management that addresses among other requirements, additional monitoring, as well as the comments and recommendations provided by QIA.	QIA has yet to receive a revised version of the Roads Management Plan. QIA has yet to approve the Roads Management Plan.

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IIBA	Under the IIBA QIA has presented a Notice of Non-Compliance for achievement of the 2017 Minimum Inuit Employment Goal.	QIA has presented a detailed position on Best Efforts to the IIBA Joint Executive Committee. The IIBA Joint Executive Committee has deferred this topic to the President of QIA and Baffinland for direction.	Resolution of this topic to be on-going, with active discussions between the parties. QIA and BIMC will hold additional discussions in July, with a goal of resolution by July 31 st .
	2018 IIBA Work Plan Implementation	QIA and Baffinland have agreed upon a 2018 IIBA Work Plan. This Work Plan is focused upon delivery of the Skills and Partnership Fund Project (Q-STEP) and implementation of the Inuit Human Resource Strategy. There are twenty (20) initiatives committed to under the 2018 IIBA Work Plan.	These activities are on-going. IIBA employment statistics are beginning to demonstrate the positive impact the Q-STEP project is having since the start of 2018.
IIBA Renegotiation	IIBA Renegotiation	Parties shall discuss and confirm agreement upon all recommendations tabled to the point of achieving an Agreement-in-Principle on the IIBA.	Review and response to QIA recommendations is on-going. QIA will hold further meetings in July, with a goal of resolution by July 31 st .
	Joint Agreement on Inuit Training	A holistic approach to training, mindful of the efforts required to activity and positively increase Inuit employment shall be confirmed and incorporated into an Agreement-in-Principle on the IIBA.	QIA and BIMC will hold additional discussions in July, with a goal of resolution by July 31 st .
	Agreement in Principle	An approved an Agreement-in-Principle on the IIBA, initialed by the President of QIA and the President of Baffinland, subject to final legal drafting and approval by QIA's Board of Directors and Baffinland shareholders.	QIA and BIMC will hold additional discussions in July, with a goal of resolution by July 31 st .
	Royalty Agreement	An amended to Article 5 of the IIBA to address implications of the 2017 IIBA Arbitration Decision.	QIA considers this document agreed upon in principle. It is now subject to internal review and approval processes.