



September 22, 2014

Allan Knight,  
Environmental Coordinator,  
Baffinland Iron Mines Corporation,  
2275 Upper Middle Road East,  
Suite 300,  
Oakville, Ontario, L6H- 0C3

Water Licence: 2AM-MRY1325

RE: Plans required to be submitted in Inspection Report August 29, 2014

Background

During the inspection of Baffinland Iron Mines Corporation properties at Milne Camp and Mary River Camp between August 21-26, 2014 two major concerns were noted with respect to the open burn sites at Milne Camp and Mary River Camp and the calcium chloride storage at Milne Port.

During the time of inspection two plans were required to be submitted to address these concerns. These plans were required to address the open burn sites and the calcium chloride storage and include dates for completion. Both of these plans were required on or before September 12, 2014

AANDC Field Operations acknowledges that Baffinland has met the requirements of submitting both plans by the required date and that Baffinland will execute both of the plans as outlined to meet deliverable dates while following procedures listed in both plans within the requirements of Water Licence 2AM-MRY1325 and supporting documentation.

Robert Savard  
Water Resource Officer,  
AANDC, Iqaluit, NU.

cc. Jim Mallard, Environmental Manager, Baffinland  
Trevor Myers, Environmental Superintendant, Baffinland  
Erik Allain, Manager Field Operations, AANDC  
Justin Hack, Water Resource Officer, AANDC  
Nunavut Water Board