



The Bank of Nova Scotia

Trade Service Centre
61 Front Street West, 4th Floor
Toronto, Ontario, M5H 1H1
Tel: 416-847-6250
Fax: 416-866-4286
SWIFT: NOSCCATTPPT



**Irrevocable
Standby Letter of Credit
No. S18572/269319**

Amendment no. 5
Dated July 22, 2014

Beneficiary:

QIKIQTANI INUIT ASSOCIATION
P.O. BOX 219, IQALUIT, NUNAVUT
X0A 0H0
ATTENTION: LANDS DEPARTMENT, Canada

Applicant:

Baffinland Iron Mines Corporation,
2275 Upper Middle Road East
Suite 300
Oakville, ON L6H 0C3 Canada
Ref: S18572/269319

We amend our Standby Letter of Credit subject to the following terms and conditions. This amendment forms an integral part of the original instrument. All other terms and conditions remain unchanged.

Amended Terms:

The amount of the Standby Letter of Credit is increased by: CAD 9,800,000.00 to CAD 39,793,000.00

Unless otherwise instructed herein, all correspondence and enquiries regarding this transaction should be directed to our Customer Service Centre at the above address, telephone: 416-847-6250. Please indicate our reference number in all your correspondence or telephone enquiries.

Regards,

Authorized Signature(s)

[Handwritten signature]

[Handwritten signature]
N0088

ORIGINAL