



Indigenous and
Northern Affairs Canada

Affaires autochtones
et du Nord Canada

Our reference – Notre référence
IQALUIT-#1054098

April 27, 2016

Erik Madsen
Vice-President, Sustainable Development Health & Safety
Baffinland Iron Mines Corporation
2275 Upper Middle Road East, Suite 300
Oakville, ON L6H 0C3

Sent via email: erik.madsen@baffinland.com

**Re: Receipt of the Bank of Nova Scotia Irrevocable Standby Letter of Credit No.
OSB24623TOR**

Dear Mr. Madsen,

Yesterday, Indigenous and Northern Affairs Canada received the above referenced irrevocable standby letter of credit. This security instrument was submitted to satisfy the reclamation security requirements specified under Part C, Item 1 of Nunavut Water Board Water Licence No. 2AM-MRY1325 Amendment 1 and the direction from the Nunavut Water Board under the annual security review process dated February 5, 2016. The adequacy of this letter of credit is being reviewed to ensure that it is acceptable to the Minister of Indigenous and Northern Affairs. You will be notified once the department has decided whether or not to accept it.

Please don't hesitate to contact me by email at sarah.forte@aandc-aadnc.gc.ca or by telephone at 867-975-3876 for further information.

Sincerely,

Sarah Forté
Water Management Coordinator

Water Resources Division, Resource Management Directorate
Nunavut Regional Office
Indigenous and Northern Affairs Canada
P.O. Box 100
Iqaluit, NU X0A 0H0

C.c. Scott Burgess, Acting Manager of Water Resources
Karén Kharatyan, Acting Manager of Licensing, Nunavut Water Board

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