



*Our file - Notre référence*  
IQALUIT-#1253521

June 13, 2019

Christopher Murray  
Environmental & Regulatory Compliance Manager  
Baffinland Iron Mines Corporation  
2275 Upper Middle Road East, Suite 300  
Oakville, Ontario, Canada, L6H 0C3

*Sent via email: [christopher.murray@baffinland.com](mailto:christopher.murray@baffinland.com)*

**Re: Acceptance of Bank of Montreal Irrevocable Standby Letter of Credit No.  
BMT0593416OS for \$150, 246.00**

Dear Mr. Murray,

Please be advised that on behalf of the Minister of Indian Affairs and Northern Development, I accept the above referenced irrevocable standby letter of credit that was issued by Bank of Montreal on June 4, 2019. This financial guarantee in the amount of \$150,246.00 satisfies the reclamation security requirement specified under the July 31, 2015, Amendment No. 1 to Nunavut Water Board Water Licence No. 2AM-MRY1325<sup>1</sup> and the 2019 Annual Security Review decision<sup>ii</sup> based on the 2019 work plan for the Mary River Project. The letter of credit increases the security held by the Crown from \$1,298,555.00 to a new total of \$1,448,801.00.

Please do not hesitate to contact Bridget Campbell, Water Management Coordinator, by email at [Bridget.Campbell@canada.ca](mailto:Bridget.Campbell@canada.ca) or by telephone at (867) 975-4282 for further information.

Sincerely,

Godwin Okonkwo  
Manager, Water Resources Division  
Nunavut Regional Office  
Crown-Indigenous Relations and Northern Affairs Canada  
P.O. Box 100  
IQALUIT, NU X0A 0H0

Cc. Karén Kharatyan, Nunavut Water Board  
Assol Kubeisinova, Nunavut Water Board

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<sup>1</sup> Nunavut Water Board. Type "A" Water Licence No. 2AM-MRY1325 – Mary River Iron Mine Project; Amendment No. 1 – Part C: Security. Signed by Thomas Kabloona, Nunavut Water Board, for Baffinland Iron Mines Corporation. Gjoa Haven, NU: July 31, 2015.

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<sup>ii</sup> Nunavut Water Board. *Subject: Licence No. 2AM-MRY1325, Part C and Schedule C, Baffinland Iron Mines Corporation Type "A" Water Licence, Mary River Iron Mine Project: Direction from Nunavut Water Board for the Annual Security Review Associated with the 201 Work Plan.* From Lootie Toomasie, Nunavut Water Board, to Christopher Murray, Baffinland Iron Mines Corporation. April 11, 2019.