



Our file - Notre référence
IQALUIT-# 1284775

April 28, 2020

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

**Re: Acceptance of Bank of Montreal Irrevocable Standby Letter of Credit No.
BMTO621944OS for \$142,199.00**

Dear Mr. Murray,

Please be advised that on behalf of the Minister of Northern Affairs (“the Minister”), CIRNAC requires an adjustment to the above referenced irrevocable standby letter of credit (Letter of Credit) that was issued by the Bank of Montreal on April 6, 2020 to satisfy the reclamation security requirements for Baffinland Iron Mines Corporation’s Type “A” Nunavut Water Board Water Licence No. 2AM-MRY1325.

The draft Letter of Credit previously provided by the Bank of Montreal for review contained two signature blocks, as per the template provided by CIRNAC. We require that two signatures and titles be provided on the final Letter of Credit. The Letter of Credit provided contains only one signature. Please ensure that the corrected version has two signature blocks, that both are signed, and that the name and position of the signatories are clearly indicated.

CIRNAC accepts this Letter of Credit on the condition that a replacement Letter of Credit is provided within 45 days, or a justification for a single signature is provided by the Bank of Montreal.

Please don’t hesitate to contact Bridget Campbell by email at bridget.campbell@canada.ca or by telephone at (867) 975-4282 for further information.

Sincerely,

Original signed by

Spencer Dewar
Director, Resource Management
Nunavut Regional Office
Crown-Indigenous Relations and Northern Affairs Canada
P.O. Box 100
IQALUIT, Nunavut X0A 0H0