December 31, 2021

VACUERPOC Dacoc Ddovb

Serving the communities of

DPV DSYP Arctic Bay

6 AJCOPT PO Clyde River

45C2V20P Grise Fiord

 Δ $^{\text{L}}$ Igloolik

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DrLbc Kimmirut

POLLAC Kinngait

<°056)56 Pangnirtung

LcUTCC. Pond Inlet

SPPS6CS4QSB Qikiqtarjuaq

4PC2020 Resolute Bay

50P2056 Sanikiluag

50-576 Sanirajak Lou Kamermans

Sr. Director, Sustainable Development **Baffinland Iron Mines Corporation** 2275 Upper Middle Road East, Suite 300 Oakville, ON L6H 0C3

Nunavut Water Board P.O. Box 119 Gjoa Haven, Nunavut

XOB 1JO

QIA 2022 Annual Security Determination for Baffinland's Mary River Project - Licence No. 2AM-MRY1325 Type "A"

The Qikiqtani Inuit Association (QIA) received Baffinland Iron Mines Corporation's (BIMC) 2022 Work Plan¹ and 2022 Marginal Closure and Reclamation Financial Security Estimate² on November 1, 2021 pursuant to Section 9 of the Commercial Lease Q13C301³ (the Lease) and at the request of the Nunavut Water Board (NWB). Following the review of this information, as well as responses to information requests, QIA has determined that the appropriate security for Inuit Owned Land is \$128,312,000 for 2022. The full details of this determination are presented in the attached 2022 Mary River Reclamation Security Report (Version 2)⁴ by Arktis Piusitippaa.

QIA would like to thank the NWB for extending the submission date to December 31, 2020 to accommodate QIA's Lease obligations. QIA looks forward to discussing this determination with Baffinland, NWB and Crown-Indigenous Relations and Northern Affairs Canada in the coming weeks.

Sincerely,

Chris Spencer

Manager, Regulatory Affairs



¹ Baffinland (2020). 2022 Work Plan. November 1, 2021.

² Baffinland (2020). 2022 Marginal Closure and Reclamation Financial Security Estimate. November 1, 2021.

³ QIA and Baffinland (2013). Commercial Lease No. Q13C301. September 6, 2013.

⁴ Arktis Piusitippaa (2021). 2022 Mary River Reclamation Security Report. December 27, 2021.