Water Resources Division Resource Management Directorate Nunavut Regional Office 918 Nunavut Drive Iqaluit, NU, X0A 3H0

> Your file - Votre référence 2AM-MRY2540 Our file - Notre référence GCDocs#141552892

November 14, 2025

Robert Hunter Licensing Administrator Nunavut Water Board P.O. Box 119 Gjoa Haven, NU, X0B 1J0 E-mail: licensing@nwb-oen.ca

Re: Crown-Indigenous Relations and Northern Affairs Canada's Review of the Process Timeline for Baffinland's Annual Security Review, Type A Water Licence No. 2AM-**MRY2540** 

Dear Mr. Hunter,

Thank you for the November 7, 2025 invitation to review the process guidance of Baffinland's Annual Security Review Associated with the 2026 Work Plan timelines.

Crown-Indigenous Relations and Northern Affairs Canada (CIRNAC) examined the timelines in Table 1 and upon review have concerns with the current proposed dates for the following reasons;

- Baffinland has prepared their entire annual security estimate using a new CAPEX model. While a small portion of this model was introduced during the 2024 ASR, the majority of the 2024 estimate continued to utilize the previous Estimate Breakdown Structure and preestablished rates (e.g., 2020 arbitration rates),
- Baffinland has also updated their draft Disturbed Area Analysis procedure.

Additional time may be required to populate a RECLAIM model estimate comparison and to assess Baffinland's request for a reduction in security. As such, CIRNAC cannot commit to the proposed timeline before it's initial review of the new model.

CIRNAC understands that the Board wishes to proceed as soon as possible and we suspect we can provide clarity on timelines by the end of November.

If there are any questions or concerns, please contact lauren.perrin@rcaanc-cirnac.gc.ca or Andrew Keim at andrew.keim@rcaanc-cirnac.gc.ca.

Sincerely,



Lauren Perrin

Water Management Specialist