



September 12, 2014

Resource Management Officer
Nunavut Field Operations
Aboriginal Affairs and Northern Development Canada
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Robert.Savard@aandc-aancd.cg.ca

Re: Calcium Chloride Storage – Milne Port
Mary River Project – Water License No. 2AM-MRY1325

In response to Milne Port Concerns: Item 6 (AANDC - Water License Inspection Form, August 29, 2014) the following plan has been developed to address the storage of Calcium Chloride moved and stored near the quarry site at Milne Inlet site to accommodate the ore lay-down area. The following plan outlines segregation of the useable salt from the debris piles in order to continue to store and potentially use the salt for purposes related to the project.

Identified Concern:

Calcium Chloride is currently being stored south of the quarry location. This product is used primarily for drilling or dust suppression and is currently stored on pallets, in Quatrex bags on pallets and also on the ground in piles of debris which include wood, earth and broken bags. During the inspection (August 21-25) bags and debris associated with this storage were noted to be blowing around the site.

Proposed Action Plan:

Baffinland will segregate salt bags and debris that have the potential to become windblown to prevent them from becoming displaced around site. This plan is short term and is to be completed on or before October 15, 2014. Also, Baffinland will provide an additional (and more thorough) clean-up of the identified area next spring. The additional clean-up shall consist of further waste segregation of the area in accordance with Baffinland's Waste Management Plan by means of sorting through all remaining debris piles/partial salt bags and proper disposal of collected materials. As well, to further prevent excess material from being distributed around the site, the compromised salt packages shall be identified and contained. This will be completed on or before July 1, 2015,

Should you require further information on the above, please feel free to contact the undersigned or Trevor Myers at (647) 253-0596 Ext. 6010 or Jim Millard at (902) 403-1337.

Sincerely,

A handwritten signature in black ink, appearing to read "Allan Knight".

Allan Knight, B.Sc.
Environmental Coordinator

cc. Jim Millard, Trevor Myers, Oliver Curran, Erik Madsen, Jeff Bush, Lyle Hermmerling, Baffinland.
Justin Hack, AANDC
Stephen Williamson Bathory, QIA