January 7, 2022

File No: 2AM-MRY1325

By Email

Lou Kamermans
Senior Director, Sustainable Development
Baffinland Iron Mines Corporation
Suite 300 – 2275 Upper Middle Road East
Oakville, Ontario, Canada L6H 0C3

Amanda McKenzie Project Manager Stantec 400-1620 Dickson Avenue Kelowna BC V1Y 9Y2

Email: <u>lou.kamermans@baffinland.com</u> Email: <u>Amanda.McKenzie@stantec.com</u>

Re: Type "A" Water Licence No: 2AM-MRY1325, Mary River Project - Nunavut Water Board Response to Request for Modification of Monitoring Program by Baffinland Iron Mines Corporation

Dear Lou Kamermans and Amanda McKenzie:

This letter is a response to the correspondence (Request) provided by Baffinland Iron Mines Corporation (Baffinland or Licensee) to the Nunavut Water Board (NWB or Board) on March 31, 2021 proposing that the Board modify the identifications of Monitoring Stations in Table 13 Monitoring Program: Milne Port Site and Table 14 Monitoring Program: Mary River Mine Site within the *Schedule I. Conditions Applying to General and Aquatics Effects Monitoring* of Water Licence 2AM-MRY1325 (Licence).

## The Licensee stated:

Baffinland is proposing to decommission one (1) station and change one (1) station ID Milne Port as well as relocate one (1) station and introduce one (1) new station at Mine Site.

The NWB information relevant to the proposed modifications is available from the Board's ftp site using the following link:

ftp://ftp.nwb-oen.ca/registry/2 MINING MILLING/2A/2AM - Mining/2AM-MRY1325 BIMC/3 TECH/1 GENERAL (B)/2 ANNUAL RPT/2020/

The Request was part of the 2020 Annual Report document package. On April 14, 2021, the Request was distributed for public review along with the 2020 Annual Report documents. In its August 9, 2021 review of the 2020 Annual Report, Crown-Indigenous Relations and Northern

Affairs (CIRNA) inquired where water previously reporting to station MP-C-C is now directed and discuss whether the station could be relocated to capture the diverted flow.

On December 13, 2021, the Licensee responded:

The removal of SNP [Surveillance Network Program] station MP-C-C was proposed because the station was no longer capturing surface discharge following construction of laydowns. The water previously reporting to MP-C-C is now contained in the ditch running alongside the Tote Road until it is diverted into the W3/W14 ditch that flows out into the tundra. It is not necessary to relocate this station as the water is eventually captured and sampled at the MP-C-K (formerly MP-C-B) SNP station.

It should be noted that the Board sets out in Part B, Item 16 of the Licence:

If the Board subsequently determines that an item included in a Schedule requires revision in order to better reflect the intent and objectives of the Licence, the Board may at its discretion and upon providing written notice to the Licensee and interested parties, revise the Schedule accordingly. Unless the Board directs otherwise, such revision may not necessarily be construed as an "amendment" to the Licence.

The Board's opinion is that proposed modification generally meets the requirements of Part G of the Licence, including a sixty (60) days' advance notice for the modification. On the basis of the Board's review, the Board accepts that the changes as proposed in Baffinland's March 31, 2021 letter constitute modifications that are consistent with the existing terms and conditions of the Licence and has approved the Modification through Board Motion No. (2021-A1-009), as required by Part G, Item 2 of Licence.

The Board requires that all relevant management plans be updated to reflect the updated nomenclature for the Monitoring Stations. All updated documents shall be included within the 2021 Annual Report. The Licensee is reminded to adhere to Licence conditions set out in Part I, Items 6, 8, and 10.

The NWB would also like to highlight that any Licence terms and conditions referring to the Monitoring Stations' should be read with taking into account the enclosed modified Tables 13 and 14.

If you have any questions, please contact the undersigned at <u>assol.kubeisinova@nwb-oen.ca</u> or (867) 360 6338 (ext. 31).

Best regards,

Assol Kubeisinova, Nunavut Water Board Technical Advisor Licence No: 2AM-MRY1325 Schedule I Modification

Enclosure: Updated Schedule I, Tables 13 and 14

Cc: Distribution List – Mary River

## Schedule I Conditions Applying to General and Aquatics Effects Monitoring

## **Modified Table 13: Monitoring Program - Milne Port Site**

Station	Description	<b>Project Phases</b>	Monitoring Parameters	Frequency
MP-MRY-2	Freshwater Intake at Phillips Creek (Summer)	Construction Operations Closure	Group 1	Record Daily Report Monthly
MP-MRY-3	Freshwater Intake from Km 32 Lake (Winter)	Construction Operations Closure	Group 1	Record Daily Report Monthly
MP-01	Milne Port Sewage Treatment Facilities (discharge into ditch prior to ocean)	Construction Operations	Groups 1, 2	Monthly
			Group 3	Annually
MP-01a	Milne Port Polishing Waste Stabilization Pond (PWSP)	Construction Operations	Groups 1, 2	Once prior to discharge and Monthly
			Group 3	Annually
MP-02	Milne Port Maintenance Shop Oily water/WWTF	Construction Operations	Groups 1 and 4	Monthly
MP-03	Milne Port Bulk Fuel Storage Facility Stormwater	Construction Operations	Groups 1 and 4 5	Daily Flow Monthly
MP-04	Milne Port Landfarm Facility Stormwater	Construction Operations Closure	Group 1 Group 5 Plus TSS	Daily Flow Monthly
MP-C-A MP-C-B MP-C-D MP-C-E MP-C-F MP-C-H MP-C-K	Surface discharge downstream of construction area at Milne Port	Construction	Groups 1 and 8	During periods of flow and following significant precipitation events, on a monthly basis
MP-C-J	Surface discharge south of Laydown LP3	Construction Operations	Groups 1 and 8	During periods of flow and following significant precipitation events, on a monthly basis

	Milne Port Ore Stockpile Sedimentation Pond (East)	Construction Operation	Groups 1 and 7	Monthly during summer
		ERP Closure Operation	Group 3	Annually
MP-06 (New)	Milne Port Ore Stockpile Settling Pond (West)	Construction ERP Operations	Groups 1 and 7	Monthly during summer
		Closure	Group 3	Annually

## **Modified Table 14: Monitoring Program - Mary River Mine Site**

Station	Description	Phases	Monitoring	Frequency
			Parameters	
MS-MRY-1	Freshwater Intake from Camp Lake	Construction Operations Closure	Group 1	Record Daily
MS-01	Mine Site Sewage Treatment Facilities	Construction	Groups 1 and 2	Monthly
		Operations	Group 3	Annually
MS-01a	Mine Site Polishing/Waste Stabilization Pond (PWSP)	Construction Operations	Groups 1 and 2	Once prior to discharge and Monthly thereafter
	Mine Site		Group 3	Annually
MS-02	Maintenance Shop Oily Water WWTF	Construction Operations	Groups 1 and 4	Monthly
	Exploration Camp Sewage Treatment Facility	Construction Operations Closure	Groups 1 and 2	Monthly
MS-MRY-04			Group 3	Annually
MS-MRY-04a	Exploration Camp Polishing Waste Stabilization Ponds (PWSP)	Construction Operations	Groups 1 and 2 Group 3	Once prior to discharge and monthly hereafter Annually
	Mine Site Bulk Fuel	G	Group 3	
MS-03	Storage Facility Stormwater	Construction Operations	Groups 1 and 5	Daily Flow Monthly
MS-03B	Second Mine Site Bulk Fuel Storage Facility Stormwater	Construction Operations	Groups 1 and 5	Daily Flow Monthly
MS-04	Mine Site Fuel Unloading Station Stormwater	Construction Operations	Groups 1 and 5	Daily Flow Monthly
MS-05	Mine Site Landfarm Facility Stormwater	Construction Operations	Groups 1 and 5 Plus TSS	Daily Flow Monthly

MS-MRY-6	Exploration Camp Bulk Fuel Storage Facility (Bladder Farm) Stormwater	Construction Operations	Groups 1 and 5	Daily Flow Monthly
MS-06+	Ore Stockpile Pond Stormwater	Operations Closure	Groups 1 and 7 Group 3	Monthly during summer Annually
MS-07	Run of Mine Ore Stockpile Pond Stormwater	Operations Closure	Groups 1 and 7 Group 3	Monthly during summer Annually
MS-08	Waste Rock Stockpile West Pond	Operations Closure	Groups 1 and 7 Group 3	Monthly during summer Annually
MS-09	Waste Rock Stockpile East Pond	Operations Closure	Groups 1 and 7 Group 3	Monthly during summer Annually
MS-MRY-09	Deposit No. 1 surface water drainage (including the Bulk Sample Open Pit)	Construction Operations	Groups 1 and 7	Monthly (during summer)
			Group 3	Annually
MS-MRY-10	Deposit No. 1 downstream surface water drainage	Construction Operations Closure	Groups 1 and 7 Group 3	Monthly (during summer) Annually
MS-MRY-13a & MS-MRY-13b	Non-Hazardous Waste Landfill	Construction Operations Closure	Groups 1 and 6	Daily Monthly
MS-C-A MS-C-B MS-C-C MS-C-D MS-C-E MS-C-F	Surface discharge downstream	Construction	Groups 1 and 8	During periods of flow and following significant precipitation events, on a monthly basis
MS-C-G (New) MS-C-H (New)	Surface discharge downstream of construction area at Mine Site	Construction	Group 1 and 8	During period of flow and following precipitation events on a monthly basis