

2005 March 13

Nunavut Water Board
PO Box 119
Gjoa Haven, Nunavut
X0E 1J0

Dear Sir or Madam;

**Re: Water Licence Application- Modification for the Mary River Programme
Water Licence NWB2MRY0406**

Please find enclosed a completed application for a revised and modified water licence for the Mary River project located on mining licences 2483, 2484 and 2485 encompassed by IOL parcel PI-17/37G. Proposed exploration activities will include geological mapping, diamond drilling and preliminary environmental baseline work and the rehabilitation of the Milne winter road.

It is the intention to spray the airstrip with EK-35, a environmentally benign binding agent in 2006 to harden the strip for all weather use. I have attached the MSDS for your review. I will also forward reviews by Environment Canada which approves use of the material for gravel airstrips. The rehabilitation of the winter road will entail a number of fly camps operated by Baffinland's contractor, Toonoonik Sahoonek Co-Op and Merkosak contraction. It is essential to know if the rehabilitation of a winter road, emplacement of galvanised culverts will involve public hearings and a full NIRB screening. In order to mobilise over sea ice, an indication of the receipt of a new water permit is require before the end of March.

Enclosed is a cheque in the amount of \$30.00 for the Water Licence and \$120.00 for the Water Use Fee. If you have any questions, please do not hesitate to call me at 416-364-8820.

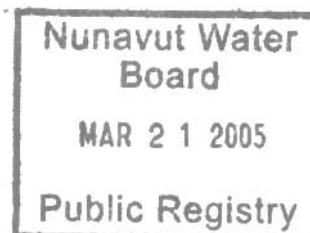
Yours sincerely,

Baffinland Iron Mines Corporation



Michael T Zurowski, P.Eng
President

Attachments (see list)



INTERNAL	
PC	040
MA	
FO	
LA	
BS	
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TA1	
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EXT.	

ATTACHMENTS LIST - WATER LICENCE (on CD-Rom)

1. Cheque
2. Application - Water Licence
3. Supplementary Remote Camp Questionnaire
4. Project Description
5. Project Summary - English
6. Project Summary - Inuktituk
7. Spill Response Plan
8. Abandonment and Restoration Plan
9. Maps
 - a. 1:50,000 Topographical map (37G5)
 - b. 1:250,000 Topographical map (road rehabilitation)
 - c. Project location maps and drill holes plans
10. MSDS sheets
 - a. Fuel
 - b. Calcium Chloride Salt
 - c. EK-35