Richard Dwyer

From: Jim Millard [Jim.Millard@Baffinland.com]
Sent: Thursday, February 03, 2011 10:36 AM

To: 'Jim Millard'; 'Phyllis Beaulieu'
Cc: 'Sean Joseph'; 'Richard Dwyer'

Subject: RE: 2BB-MRY0710 Amendment and Renewal application

Attachments: Water Licence Renewal Sept presentation.pdf

Richard,

I understand that the Board will be meeting later today about the request to extend the review period of the licence renewal. I have not seen the letter regarding the request from QIA and couldn't find it on the ftp site. One item that I mentioned in our previous correspondence to Phyllis was our consultative efforts to support our Water Licence renewal application. She mentioned that I should compile this information which I am now providing to you. I have prepared this summary of our consultative efforts late last summer and early fall in tabulated format, below. During this period, extensive meetings were held in the communities and at Mary River to provide project updates to community members. I have been told by the Baffinland representatives who attended these meetings that at each one of these meetings, all or a portion of the attached presentation on the renewal was given as part of our overall presentation. We trust that you will distribute this information to the Board, especially in the event consultative effort becomes at all material to the discussions and final decision.

Community	Date	Description
Mary River	13 to 17 - Sep-10	Workshop held at Mary River Camp, co- hosted with QIA. QIA invited participants from Arctic Bay, Clyde River, Igloolik, Pond Inlet.
Clyde River	30-Sep-10	Public meeting - project update.
Hall Beach	29-Sep-10	Public meeting - project update
Igloolik	28-Sep-10	Puplic meeting - project update.
Pond Inlet	05-Oct-10	Community groups - project update.
	05-Oct-10	Mitimatillik - HTO - project update.

Kind Regards, Jim

Jim Millard, M.Sc., P.Geo. Senior Environmental Superintendent Mary River Project Baffinland Iron Mines Corporation cell 902-403-1337 From: Jim Millard [mailto:Jim.Millard@Baffinland.com]

Sent: January 31, 2011 6:57 PM

To: 'Phyllis Beaulieu'

Cc: 'Sean Joseph'; 'Richard Dwyer'

Subject: RE: 2BB-MRY0710 Amendment and Renewal application

Hi Phyllis,

Further to our telephone conversation, and the e-mail provided below, Baffinland has consulted with various communities in North Baffin during the late summer and early Fall. I can make available a list of communities/meetings where the renewal was presented and discussed including, I think, records of concerns raised. I am wondering if this information might be material to any decision the Board might make on this matter. If so, I would be happy to compile this information and submit to you for the Board's review.

Kind regards, Jim

From: Jim Millard [mailto:Jim.Millard@Baffinland.com]

Sent: January 31, 2011 5:43 PM

To: 'Richard Dwyer' **Cc:** 'Sean Joseph'

Subject: RE: 2BB-MRY0710 Amendment and Renewal application

Good afternoon Richard,

Yes we are concerned about the request to extend the 30 day period for comments and feel the length of the existing review period should be maintained as it is. The reasons for this are as follows:

- This is a simple renewal of a Type B licence that has been in existence since 2007, amended in 2008; therefore, 30 days for a review of this application, that has already been through extensive screening processes in the past (via NIRB and the NPC) should be acceptable and fair to all parties.
- Baffinland did not propose any changes to the terms and conditions of the licence that would precipitate the need for a prolonged review period.
- As discussed in the cover letter to the application, the only potential change to the licence would be a possible reduction in water usage (at the request of the NWB). This change would obviously not have a negative adverse affect on the environment.
- An administrative delay in the processing of the renewal application could adversely affect our ability to react to changing environmental conditions, e.g., an early onset of freshet or other upset condition that would trigger the need to substantially increase the status of site activities beyond that of simple care and maintenance.

For the above reasons, we request that the current renewal process is kept on its original schedule with respect to the length of the review period.

Please don't hesitate to contact me if you need to discuss this or any other matter further.

Kind regards, Jim

Jim Millard, M.Sc., P.Geo. Senior Environmental Superintendent Mary River Project Baffinland Iron Mines Corporation cell 902-403-1337

From: Richard Dwyer [mailto:licensingadmin@nunavutwaterboard.org]

Sent: January 28, 2011 12:34 PM **To:** <u>Jim.Millard@Baffinland.com</u>

Cc: Sean Joseph

Subject: 2BB-MRY0710 Amendment and Renewal application

Good morning Jim,

A intervener has requested an extension to March 7, 2011 to comment on the amendment/renewal application. Does Baffinland Iron Mines Corporation have any objection to this request?

Regards,

Richard Dwyer Nunavut Water Board Licensing Administrator (867) 360-6338 Work licensingadmin@nunavutwaterboard.org PO Box 119 Gjoa Haven NU X0B 1J0 Canada







Water Licence Renewal

 Current Water Licence was issued 2007 and expires end of 2010

 Submitting a renewal application to extend the licence for 2 years.

 No changes to terms of licence being requested.





What is a Water Licence?

- Allows for Use of water
 - Potable water to camps
 - Water for drilling
- Allows for Management of Wastes
 - Treatment of sewage and oily water
 - Clean water discharged to Sheardown Lake and Milne Inlet
 - Hazardous Wastes shipped south
 - Non-hazardous wastes landfilled or incinerated





What is a Water Licence?

- Provides monitoring locations for water quality and quantity
- Results reported monthly
- Comprehensive report is submitted annually
- INAC Inspectors come to visit and inspect the project to ensure compliance.
- Our compliance record has been excellent

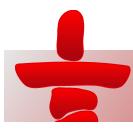




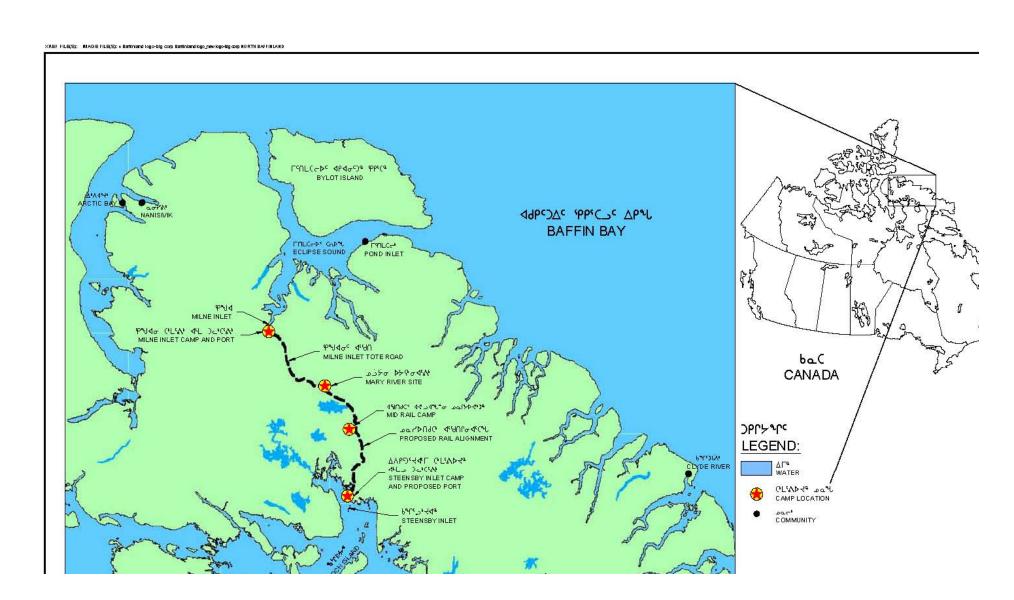
Term of Licence

- Two years (2011 to 2013)
- To span the period between submission of EIS and start of construction for the project
- No change to any other terms or conditions of the licence.





Location of Work Areas





Activities Allowed

- Similar to last three years since 2007
- Exploration drilling
- Geotechnical drilling
- Reclamation of site
- Ongoing engineering and scientific studies
- Maintenance and minor upgrades of current infrastructure





Drilling



Reclamation / Clean up





Studies







Maintenance and Upgrades





Questions?



