



December 30, 2011

Ms. Phyllis Beaulieu
Manager of Licensing
Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU X0B 1J0

Mr. Kevin Robertson
A/Manager of Field Operations
Water Resources Officer, AANDC
Nunavut District, Nunavut Region
P.O. Box 100
Iqaluit, NU X0A 0H0

**RE: Mary River Project, Water Licence 2BB-MRY1114
Request for Errata**

Since receiving the renewed water licence in April 2011, Baffinland Iron Mines Corporation (Baffinland) has identified a problem with some wording of the licence that can be resolved easily by means of errata. The main item is the identification of some of the SNP monitoring stations. When the licence was originally issued in April, two new SNP monitoring stations were included that corresponded to locations downstream of the landfill. These new locations included MRY-11a and 11b. The pre-existing SNP locations MRY-11 and MRY-12 were then renamed MRY-12 and MRY-13. This convention as applied to the licence has the potential to cause problems for our historical SNP monitoring station database. The suggestion that we are putting forward is that the new SNP stations currently known as MRY-11a and MRY-11-b are changed to MRY-13a and MRY-13b. All other pre-existing SNP stations would remain the same as in the expired Water Licence 2BB-MRY0710.

With reference to the current Water Licence 2BB-MRY1114, the following errata are put forward for the Board's consideration:

Part D, Item 12

~~All Effluent discharged from the two Bulk Sample open pits, weathered ore stockpiles, lump ore and fine ore stockpiles at Monitoring Stations MRY-8, MRY-9, MRY-10, MRY-12 and MRY-13 shall not exceed the following Effluent quality limits:~~

Suggested change to:

All Effluent discharged from the two Bulk Sample open pits, weathered ore stockpiles, lump ore and fine ore stockpiles at Monitoring Stations MRY-8, MRY-9, MRY-10, MRY-11 and MRY-12 shall not exceed the following Effluent quality limits:

Rationale for change: MRY-11 and MRY-12 should keep previous designation to maintain the integrity of Baffinland's database. MRY-13a and MRY-13b become new landfill monitoring stations.

Part D, Item 21

~~All Effluent discharged from the Non-Hazardous Waste Landfill at Monitoring Stations MRY-11a and MRY-11b shall not exceed the Effluent quality limits contained in Part D, Item 12.~~

Suggested change to:

All Effluent discharged from the Non-Hazardous Waste Landfill at Monitoring Stations MRY-13a and MRY-13b shall not exceed the Effluent quality limits contained in Part D, Item 12.

Baffinland Iron Mines Corporation

Suite 1016 120 Adelaide Street West, Toronto, ON Canada M5H 1T1

Tel: +1 (416) 364-8820 • Fax: +1 (416) 364-0193

www.baffinland.com



Rationale for change: MRY-11a and MRY-11b should be changed to MRY-13a and MRY-13b. This will maintain integrity of Baffinland's database.

Part I, Item 2.

Monitoring Program Station Number	Description	Status
MRY-11a	Non-Hazardous Waste Landfill Downstream, location a	Active
MRY-11b	Non-Hazardous Waste Landfill Downstream, location b	Active
MRY-12	Surface discharge from the lump ore and fine ore stockpile at the processing area	Active
MRY-13	Surface discharge from the lump ore and fine ore stockpile at the Milne Inlet	Active

Suggested change to:

Monitoring Program Station Number	Description	Status
MRY-11	Surface discharge from the lump ore and fine ore stockpile at the processing area	Active
MRY-12	Surface discharge from the lump ore and fine ore stockpile at Milne Inlet	Active
MRY-13a	Non-Hazardous Waste Landfill Downstream, location a	Active
MRY-13b	Non-Hazardous Waste Landfill Downstream, location b	Active

Rationale for change: As per previous rationale.

Part I, Item 3

~~The Licensee shall locate, with the assistance of the Inspector where necessary, Monitoring Station number MRY-11a and MRY-11b, located downstream of the Non-Hazardous Waste Landfill as identified in the Environmental Monitoring Plan referred to in Part I, Item 1.~~

Suggested change to:

The Licensee shall locate, with the assistance of the Inspector where necessary, Monitoring Station number MRY-13a and MRY-13b, located downstream of the Non-Hazardous Waste Landfill as identified in the Environmental Monitoring Plan referred to in Part I, Item 1.

Rationale for change: As per previous rationale.

Part I, Item 6b

~~Monitoring Program Stations MRY-8, MRY-9, MRY-10, MRY-11a and MRY-11b and MRY-12 and MRY-13, monthly and during periods of observed flow as required by Part D, Item 12 and 21.~~

Suggested change to:

Monitoring Program Stations MRY-8, MRY-9, MRY-10, MRY-11, MRY-12, MRY-13a and MRY-13b, monthly and during periods of observed flow as required by Part D, Item 12 and 21.

Rationale for change: As per previous rationale.



Part I, Item 7

~~The Licensee shall analyze the samples obtained at Monitoring Program Stations MRY-11a and MRY-11b for the following parameters:~~

Suggested change to:

The Licensee shall analyze the samples obtained at Monitoring Program Stations MRY-13a and MRY-13b for the following parameters:

Rationale for change: As per previous rationale.

We hope that the suggested errata will meet with your approval. Should you have any questions regarding the forgoing, please contact Jim Millard at 902-403-1337 or by e-mail at jim.millard@baffinland.com.

Regards,

A handwritten signature in black ink, appearing to read "J. Millard", written in a cursive style.

James Millard, M.Sc., P.Geo.
Senior Environmental Superintendent

Cc: Kevin Robertson (AANDC), Salamonie Shoo (QIA), Erik Madsen (Baffinland)