



Friday, August 1, 2008

Andrew Keim
Inspector
PO Box 100
IQALUIT, NU X0A 0H0

Mr. Keim,

Pursuant to our letter dated July 30, 2008 please find enclosed the following:

- 1) A letter report originating from SEI, the fuel bladder manufacturer, responding to the items raised within your order and certifying the condition of the bladders at Milne Inlet are fit for the imminent refuelling operation that is planned upon receipt of your acceptance to do so.
- 2) A report from Layfield, the containment liner manufacturer confirming that the liner within the containment area is suitable for its designed purpose. We suggest this should provide additional assurance regarding the concerns raised within your order with respect to the containment facility.

As indicated previously, Petro Nav is currently enroute to Milne Inlet and is scheduled to arrive over this long weekend. As a consequence we would like to receive your approval to proceed with our planned refuelling operation as we feel that the concerns raised within your order have been satisfied. Kindly accept our appreciation for your attention to this urgent matter.

Yours sincerely,

Baffinland Iron Mines Corporation

A handwritten signature in black ink, appearing to read "Al Gorman", is written over a horizontal line.

Al Gorman
Operations Manager

cc: NWB – Phyllis Beaulieu
GN- Robert Eno
EC – Craig Broome
QIA – John Amagoalik
INAC – Carl McLean, Bernie MacIsaac
BIM – Cheryl Wray

Attachments:

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