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TABLE 11.1

**BAFFINLAND IRON MINES CORPORATION
MARY RIVER PROJECT**

ESTIMATED COSTS FOR FINAL CLOSURE

	Labor	Equipment	2011 Total	2011 A & R Plan Annual Expenditures					2011 Total Contingency(\$)	2011 Total Contingency (%)
				2011	2012	2013	2014	>2014		
Project Site Abandonment	\$ 37,206	\$ 11,900	\$ 49,106	\$ 49,106	\$ -	\$ -	\$ -	\$ -	\$ 4,146	8%
Bulk Sample Pit	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Mineral Exploration Areas (Deposits No. 1, 2, 3)	\$ 19,028	\$ 60,747	\$ 79,775	\$ -	\$ -	\$ 79,775	\$ -	\$ -	\$ 8,188	10%
Remote Sites	\$ 15,024	\$ 87,768	\$ 102,792	\$ -	\$ -	\$ 102,792	\$ -	\$ -	\$ 9,402	9%
Stockpiles	\$ 30,876	\$ 56,761	\$ 45,372	\$ -	\$ -	\$ 45,372	\$ -	\$ -	\$ 8,764	19%
Camps & Related Facilities	\$ 983,685	\$ 817,231	\$ 1,800,916	\$ 7,000	\$ 585,211	\$ 1,201,895	\$ 6,810	\$ -	\$ 258,827	14%
Roads & Airstrips	\$ 1,679,929	\$ 772,930	\$ 2,452,859	\$ -	\$ 457,985	\$ 526,942	\$ 1,467,932	\$ -	\$ 294,865	12%
Borrow Quarry Areas	\$ 187,428	\$ 283,334	\$ 470,762	\$ -	\$ 45,000	\$ 425,762	\$ -	\$ -	\$ 103,678	22%
Fuel Storage Facilities (Bulk and Drums)	\$ 346,444	\$ 186,193	\$ 532,637	\$ -	\$ 348,276	\$ 184,360	\$ -	\$ -	\$ 127,577	24%
Explosives	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Waste Management	\$ 137,214	\$ 431,455	\$ 568,669	\$ -	\$ 213,142	\$ 355,527	\$ -	\$ -	\$ 110,145	19%
Hydrocarbon Impacted Soil	\$ 707,266	\$ 465,416	\$ 1,172,682	\$ 69,913	\$ -	\$ -	\$ -	\$ 607,216	\$ 176,491	15%
General Site Area	\$ 1,562,040	\$ -	\$ 1,562,040	\$ -	\$ 1,487,040	\$ -	\$ -	\$ 75,000	\$ 156,204	10%
Sealift	\$ 35,088	\$ 4,318,780	\$ 4,353,868	\$ -	\$ 3,082,161	\$ 575,686	\$ 629,951	\$ 66,070	\$ 446,597	10%
Camp Operation	\$ 1,403,486	\$ 5,627,091	\$ 7,030,577	\$ -	\$ 4,866,753	\$ 2,163,824	\$ -	\$ -	\$ 866,236	12%
Environmental Monitoring	\$ 241,000	\$ 62,636	\$ 303,636	\$ -	\$ -	\$ -	\$ -	\$ 303,636	\$ 73,732	24%
Subtotal - cash costs excluding contingency & reserve	\$ 7,385,714	\$ 13,182,242	\$ 20,525,690	\$ 126,019	\$ 11,085,568	\$ 5,661,936	\$ 2,104,692	\$ 1,051,922		
Contingency			\$ 2,644,853	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,644,853	13%
Management reserve			\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		
Engineering Design and Execution Planning			\$ 615,771	\$ -	\$ -	\$ -	\$ -	\$ -		
Total Cash Cost	\$ 7,385,714	\$ 13,182,242	\$ 23,786,314	\$ 126,019	\$ 11,085,568	\$ 5,661,936	\$ 2,104,692	\$ 1,051,922		