



March 30, 2012

Transmitted via: e-mail and Canada Post

Phyllis Beaulieu, Manager of Licencing
Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU X0B 1J0
Email: licensing@nunavutwaterboard.org

Attention: Ms. Phyllis Beaulieu

RE: Submission of 2011 Annual Report to the Nunavut Water Board,
Type B Water Licence #2BB-MRY1114
Mary River Project

Baffinland Iron Mines Corporation (Baffinland) is pleased to submit, herewith, one copy of the Annual Water Licence Report which is a requirement under Part B, Item 6 of the above referenced water licence. This report has been prepared to summarize the project activities and monitoring undertaken by Baffinland during 2011.

In accordance with Part B, Item 6 of the water licence, an annual review of the management plans developed under the water licence has been undertaken. Updates to the Abandonment and Reclamation Plan, the Spill Contingency Plan, the Site Water Management Plan (and the QA/QC Plan), Wastewater Management Plan, and the Comprehensive Environmental Monitoring Plan have been completed and form Appendix F of the subject document.

This document has been uploaded to our ftp site. The accompanying e-mail provides you with a link to access and download the document files. A hard copy of the document and CD will also be sent to you via Canada Post.

Please do not hesitate to contact jim.millard@baffinland.com should you have any questions regarding this submission or have problems downloading the document.

Yours sincerely,

Baffinland Iron Mines Corporation

A handwritten signature in black ink, appearing to read "J. Millard", written over a horizontal line.

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

Attach: One hard copy and CD of the 2011 Annual Report to the Nunavut Water Board

cc: Sean Joseph (NWB)
Stephen Bathory (QIA).
Andrew Keim and Melissa Joy (INAC)
Erik Madsen, Ron Hampton, Oliver Curran, Dave McCann (Baffinland)

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