



Wednesday, 2007 October 10, 2007

Nunavut Water Board
P.O. Box 119
Gjoa Haven, NU X0B 1J0

Attention: Ms. Phyllis Beaulieu
Manager of Licensing

Re: Winter Domestic Water Source - Milne Camp
Your File: 2BB-MRY0710/C1

Ms. Beaulieu,

Part C, Item 1 of the above noted license, states that domestic water shall be obtained from Camp Lake (MRY-1), Philips Creek (MRY-2) or km99 Lake (MRY-3) unless otherwise approved by the Board. By copy of this letter, Baffinland Iron Mines Corporation (Baffinland) requests approval from the Board to obtain water for domestic purposes from an unnamed lake located adjacent to the Milne Inlet tote road as shown on the attached Figure 2. This lake is located approximately 32 kilometres from Milne Inlet.

Baffinland requests approval for the use of this lake as a winter water source during periods of ice cover that render use of Philips Creek not possible. The selected location is practical given its proximity to the camp at Milne Inlet and its size is such that the volume of water licensed for potable water use is not material.

In parallel with this request of the Board, Baffinland sought input from the Department of Fisheries and Oceans (DFO). In their response copied to your office, DFO stated that they did not have any objections to the use of this lake for potable water; and provided recommendations on operational procedurals accordingly.

Should you have any questions, please contact the undersigned at (416) 814-3171 or Derek.chubb@baffinland.com or Cheryl Wray, Environmental Superintendent at Cheryl.Wray@baffinland.com. Your attention to the processing of this request is appreciated in advance.

Yours sincerely,

Baffinland Iron Mines Corporation
Attachment

Baffinland Iron Mines Corporation

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