RECEIVED

By Licence Administrator at 2:10 pm, Jun 28, 2011

Richard Dwyer

From: Jim Millard [Jim.Millard@Baffinland.com]
Sent: Tuesday, June 28, 2011 12:19 PM

To: 'Sean Joseph' Cc: 'Richard Dwyer'

Subject: RE: Mary River Project, Water Licence 2BB-MRY1114 - Construction of New Fuel Tank

Storage, Notification for Water Licence Modification

Follow Up Flag: Follow up Flag Status: Flagged

Hi Sean, Thank you for your e-mail requesting clarification of our submission.

Our fuel storage capacity for the existing Milne Inlet fuel storage facility corresponds with the information that you have provided below (74 bladders, each containing 113,560 litres), for a total capacity of approximately 8.4 million litres (total of diesel and aviation fuel). This storage volume correlates with what was originally screened by NIRB in 2007.

The total planned fuel storage for the new facility will not exceed the current total capacity of 8.4 million litres as allowed under the existing permits and as screened by NIRB. This is what we meant by our commitment not to expand the facility beyond what was originally screened. The plan this year is to construct a 5 million litre steel tank for diesel within a lined containment. There will be a requirement in 2012 for aviation fuel storage within the new facility and it is envisioned that design and installation of this additional tankage would be undertaken under separate modification in 2012, however, the total capacity would be maintained at 8.4 million litres or less.

Please note that the fuel storage facility is capable of being expanded in future years to allow for additional tanks under amended or new permits. This potential for expansion is shown on the design basis, however, this is for illustrative purposes only at this time.

Let me know if you require further clarification or additional information.

Kind regards,

Jim

From: Sean Joseph [mailto:sjoseph@nunavutwaterboard.org]

Sent: June 27, 2011 1:52 PM **To:** Jim.Millard@Baffinland.com

Cc: Richard Dwyer

Subject: RE: Mary River Project, Water Licence 2BB-MRY1114 - Construction of New Fuel Tank Storage, Notification for

Water Licence Modification

Good morning, Jim:

The notice pertaining to the proposed modification of Milne Inlet's Bulk Fuel Storage Facility states that Baffinland Iron Mines Corporation is contemplating decommissioning the Bulk Fuel Storage Facility and replacing it with a new diesel fuel storage tank capable of holding 5 million litres. The notice also stated that the modification will not include an expansion of the facility.

According to historical information filed with the Nunavut Water Board (NWB or Board), the Milne Inlet fuel Storage Facility consists of 74 fuel bladders (71 containing diesel and 3 containing aviation fuel), each with a capacity of 113,560 Litres.

In considering the above, could you please provide the Board with information on the total amount of fuel that will be stored at the Milne Inlet site should the Board decide to approve the proposed modification.

Sean

From: Richard Dwyer [mailto:licensingadmin@nunavutwaterboard.org]

Sent: Thursday, June 23, 2011 2:06 PM

To: 'Jim Millard'

Cc: lan.Rumbolt@inac-ainc.gc.ca; 'QIA Salamonie Shoo'; 'Matthew Pickard'; 'Dick Matthews';

erik.madsen@baffinland.com; 'Dave Mccann'; 'NWB Sean Joseph'

Subject: RE: Mary River Project, Water Licence 2BB-MRY1114 - Construction of New Fuel Tank Storage, Notification for

Water Licence Modification

Good afternoon,

Please see attached acknowledging receipt of notification for water licence modification.

Regards,

Richard Dwyer Nunavut Water Board Licence Administrator Work (867) 360-6338 ext 29 Fax (867) 360-6369 licensingadmin@nunavutwaterboard.org PO Box 119 Gjoa Haven NU X0B 1J0 Canada

From: Jim Millard [mailto:Jim.Millard@Baffinland.com]

Sent: Tuesday, June 21, 2011 4:31 PM **To:** 'Phyllis Beaulieu'; 'Richard Dwyer'

Cc: Ian.Rumbolt@inac-ainc.gc.ca; 'QIA Salamonie Shoo'; 'Matthew Pickard'; 'Dick Matthews';

erik.madsen@baffinland.com; Dave Mccann

Subject: RE: Mary River Project, Water Licence 2BB-MRY1114 - Construction of New Fuel Tank Storage, Notification for

Water Licence Modification

Part 2 of 2. Please confirm receipt.

Jim

From: Jim Millard [mailto:Jim.Millard@Baffinland.com]

Sent: June 21, 2011 7:27 PM

To: 'Phyllis Beaulieu'; 'Richard Dwyer'

Cc: 'lan.Rumbolt@inac-ainc.gc.ca'; 'QIA Salamonie Shoo'; 'Matthew Pickard'; 'Dick Matthews';

erik.madsen@baffinland.com; Dave Mccann (dave.mccann@baffinland.com)

Subject: Mary River Project, Water Licence 2BB-MRY1114 - Construction of New Fuel Tank Storage, Notification for

Water Licence Modification

Phyllis and Richard,

Please find our attached notification for a Water Licence modification for the construction of a new steel fuel tank storage facility system at our Milne Inlet Camp. Also included as part of this submission is our action plan for decommissioning of the existing Milne Inlet bulk fuel facility.

Due to file size this transmission will be provided in two parts. Attached is part one of two.

If you have any difficulty opening the documents or have any questions please feel free to contact me.

Kind regards, Jim

Jim Millard, M.Sc., P.Geo. Senior Environmental Superintendent Mary River Project Baffinland Iron Mines Corporation work site tel 403-450-8843 cell 902-403-1337