

January 9, 2012

Ms. Phyllis Beaulieu Manager of Licensing Nunavut Water Board P.O. Box 119 Gjoa Haven, NU X0B 1J0

RE: Request withdrawal of Class B Water Licence Application submitted September 2011

Baffinland would like to confirm to the Board of its request to withdraw the Class B Water Licence application submitted September 15, 2011 for the proposed Pre-Development Works (PDW).

Just prior to Christmas 2011, Baffinland submitted a revised 2012 work program which included a new Class B water Licence application. This is now the application that is valid for the 2012 program.

We trust by this letter clarity is provided to the Board. Should you have any questions regarding the forgoing, please contact Erik Madsen at 416-996-5523 or by e-mail at erik.madsen@baffinland.com.

Regards,

Erik Madsen

Vice-President Sustainable Development

c.c. S. Joseph – NWB

R. Barry - NIRB