

NIRB File No.: 04EN022 AANDC File No.: N2010C0012 NWB File No.: 2BE-NAD0813

July 19, 2012

Steve Potts, V.P. Exploration Commander Resources Ltd. 11th Floor, 1111 Melville Street, Vancouver, BC V6E 3V6

Via email: spotts@commanderresources.com

RE: Acknowledgement of Receipt of 2010 and 2011 Annual Reports for Commander Resources Ltd.'s "Baffin Gold" Project

Dear Steve Potts:

Thank you for submitting Commander Resources Ltd.'s 2010 and 2011 annual reports for the "Baffin Gold" project to the Nunavut Impact Review Board (NIRB or Board) as recommended in the April 30, 2010 Screening Decision Report.

Term and Conditions 1 and 2 of the *Monitoring and Reporting Requirements* section of the Screening Decision Report recommended the following:

- 1. The Proponent shall submit an annual report with copies provided to the NIRB, Indian and Northern Affairs Canada (INAC), the Government of Nunavut, Department of Environment (GN-DoE), and the Qikiqtani Inuit Association (QIA) by March 31 each year that the project is in operation. The report must contain, at a minimum, the following information,
 - a. A summary of activities undertaken for the year, including the amount of drilling;
 - b. A work plan for the following year;
 - c. A summary of wildlife mitigation and monitoring (see Item 2 for details);
 - d. The number of take-offs & landings from an airstrip with approved flight path with date and location;
 - e. The number of helicopter touch-downs on the land with date and location (provide unless confidential);
 - f. Site photos;
 - g. Progressive reclamation work undertaken; and
 - h. A summary of how the proponent has complied with all project terms and conditions and how the terms and conditions are achieving their purpose.

- 2. In the required annual report, the Proponent should also include the following wildlife information:
 - a. Record of wildlife observations while operating within the project area. The record should include locations (i.e., latitude and longitude), species, number of animals, a description of the animal activity, and a description of the gender and age of animals if possible.
 - b. Map the location of any sensitive wildlife sites such as denning sites, calving areas, caribou crossing sites, and raptor nests in the project area, prior to conducting the project activities.
 - c. The timing of critical life history events (i.e., calving, mating, denning and nesting) within the project area.
 - d. Potential impacts from the project undertakings identified by the previous operations.
 - e. Mitigation measures implemented (including but not limited to the provisions listed as Terms and Condition in the Previous Approved and New Recommended Project-Specific Terms and Conditions) in the reporting year.
 - f. Effectiveness analysis of the mitigation measures, and supplemental measures planned for the following year.

Upon review of your submission we have concluded that the annual report contains the above specified information and there are no deficiencies to note.

Thank you for providing the information requested by the Board. If you have any questions or concerns, please feel free to contact me at (867) 983-4611 or at info@nirb.ca.

Sincerely,

Tara Arko

Technical Advisor

Nunavut Impact Review Board

cc: Jeff Mercer, Aboriginal Affairs and Northern Development Canada Tracey McCaie, Aboriginal Affairs and Northern Development Canada

Phyllis Beaulieu, Nunavut Water Board