



MFC INDUSTRIAL LTD.

A Global Commodity Supply Chain Company

September 3, 2015

VIA COURIER, EMAIL AND REGISTERED POST

CLIFFS NATURAL RESOURCES INC.
200 Public Square, Suite 3300
Cleveland, Ohio
U.S.A 44114-2315

WABUSH IRON CO. LIMITED
WABUSH RESOURCES INC.
200 Public Square, Suite 3300
Cleveland, Ohio
U.S.A 44114-2315

Attention: Clifford Smith

Dear Sirs:

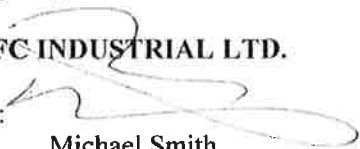
Re: Amendment and Consolidation of Mining Leases entered into as of September 2, 1959, as amended from time to time, between Wabush Iron Co. Limited ("Wabush Iron") and Canadian Javelin Limited (the "Sub-Lease")

As you are aware, a quarterly minimum royalty payment was due from Wabush Iron to us on July 25, 2015 pursuant to Clause A(1) of the Sub-Lease (the "**Minimum Payment**"). This letter serves as notice pursuant to Clause C(4) of the Sub-Lease that the full amount of such Minimum Payment has not been paid to date and has been in arrears for more than 30 days as of the date hereof. Pursuant to Clause C(4) of the Sub-Lease, MFC hereby demands full payment of the prescribed Minimum Payment. If such default is not cured, we reserve our rights to pursue all such remedies as may be available to us, including the termination of the Sub-Lease, which may be subject to the prior lifting of the stay of proceedings ordered by the Honourable Mr. Justice Hamilton of the Superior Court of Quebec dated May 20, 2015 and related proceedings under the Companies' Creditors Arrangement Act involving Wabush Iron and related entities.

Regards,

MFC INDUSTRIAL LTD.

By:


Michael Smith
Managing Director



MFC INDUSTRIAL LTD.

A Global Commodity Supply Chain Company

Suite 1860 - 400 Burrard Street,
Vancouver, BC, Canada V6C 3A6
T: (604) 683 8286
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December 3, 2015

VIA COURIER, EMAIL AND REGISTERED POST

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200 Public Square, Suite 3300
Cleveland, Ohio
U.S.A 44114-2315

WABUSH IRON CO. LIMITED
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Attention: Clifford Smith

Dear Sirs:

Re: Amendment and Consolidation of Mining Leases entered into as of September 2, 1959, as amended from time to time, between Wabush Iron Co. Limited ("Wabush Iron") and Canadian Javelin Limited (the "Sub-Lease")

As you are aware, a quarterly minimum royalty payment was due from Wabush Iron to us on October 26, 2015 pursuant to Clause A(1) of the Sub-Lease (the "**Minimum Payment**"). This letter serves as notice pursuant to Clause C(4) of the Sub-Lease that the full amount of such Minimum Payment has not been paid to date and has been in arrears for more than 30 days as of the date hereof. Pursuant to Clause C(4) of the Sub-Lease, MFC hereby demands full payment of the prescribed Minimum Payment. If such default is not cured, in addition to the rights referenced in our prior notice of default to you dated September 3, 2015, we reserve our rights to pursue all such remedies as may be available to us, including the termination of the Sub-Lease, which may be subject to the prior lifting of the stay of proceedings ordered by the Honourable Mr. Justice Hamilton of the Superior Court of Quebec dated May 20, 2015 and related proceedings under the Companies' Creditors Arrangement Act involving Wabush Iron and related entities.

Regards,

MFC INDUSTRIAL LTD.

By:

Michael Smith
Managing Director