



March 4, 2015

Wabush Mines
c/o Cliffs Mining Company, as Managing Agent
1155 University Street
Suite 508
Montreal, Quebec
CANADA H3B 3A7

To whom it may concern

**Re: Notice of Termination of Shiploader Supply, Erection
and Commissioning Agreement dated December 14, 2012**

Reference is made to a Supply, Erection and Commissioning Agreement dated December 14, 2012 (the "Supply Agreement") between Cliffs Quebec Iron Mining Limited ("Cliffs") and Sandvik Mining and Construction Canada, a division of Sandvik Canada Inc. ("Sandvik") which Agreement was assigned by Cliffs to Wabush Mines ("Wabush") pursuant to an Assignment and Assumption Agreement dated November 13, 2013 among Cliffs, Wabush, Sandvik, Wabash Iron Pro Limited and Wabash Resources Inc.

Reference is also made to a Demand Letter dated February 16, 2015 (the "Demand Letter") sent by Sandvik to you demanding payment of overdue invoices totalling CAD \$444,183. As the amount demanded in the Demand Letter has not been paid, Sandvik hereby advises you that it is terminating the Supply Agreement without further notice or delay pursuant to Section 27.2 of the Supply Agreement.

In addition to the CAD \$444,183 demanded in the Demand Letter, please be advised that Sandvik is owed an additional: (a) CAD \$274,746 for additional amounts invoiced (Invoice # S039882) and not paid and (b) CAD \$1,034,226.13 for various change orders (as described in greater details in our letter of January 21,2015 to your managing agent Cliffs). This brings the total amount owing to us to CAD \$1,753,155.13. Sandvik retains the right to claim additional Losses it has suffered from the breach of the Supply Agreement by Wabush and the resulting termination pursuant to Section 27.5 of the Supply Agreement.

Certain component parts are presently stored with our Chinese steel fabricator and other component parts are stored at other fabricators. Subject to our being paid the aforementioned amounts owing, you are entitled to possession of the equipment pursuant to Section 27.3.5 of the Supply Agreement.



Please advise at your earliest convenience how you plan to pay the outstanding amounts and what you plan to do with the component parts presently located at the fabricators. If we do not hear from you on or before March 31, 2015, we will take steps to liquidate the Equipment and satisfy any amounts owing to us and any other losses we have suffered as a result of your breach. To the extent that any funds remain after satisfying these obligations, we will forward such proceeds to you.

Sincerely,

A handwritten signature in blue ink, appearing to read "Branko Jurosevic".

Branko Jurosevic,
Project Manager
Sandvik Mining and Construction Canada
a Division of Sandvik Canada Inc.

Cc: **WABUSH IRON CO. LIMITED,**
200 Public Square, Suite 3300,
Cleveland, Ohio
United States, 44114

WABUSH RESOURCES INC.
199 Bay Street, Suite 4000
Toronto, Ontario,
Canada, M5L 1A9