

June 30, 2014

Stuart Andrews P.O. Box 173, 600 Hwy 23 N Revelstoke, BC V03 2S0

RE: MINERAL TENURE NUMBER ID 1027157 MINERAL TENURE NUMBER 1D 1026977

This letter is in response to your landowner notification (the "Notification") pursuant to Section 19 of the *Mineral Tenures Act* regarding accessing Interoute's Westside Gravel Pit (the "Mine"), Mine Act Permit No. 1620313 (the "Permit").

We confirm that the Mine is located on crown lands and that Interoute Construction Ltd. ("Interoute") has access to the Mine pursuant to the following Licenses of Occupation granted by the Province of British Columbia:

- 1. 404142, the LOC for the road leading up the lands where the Mine is located (the "Road"); and
- 2. 4403844, the LOC for the lands that the Mine is located on.

Since the Mine and the Road are located on crown lands and not private lands, the Notification is not applicable, as Section 19 of the *Mineral Tenures Act* does not apply.

In order to access the Road or the Mine, you must meet the following requirements.

Access to Road

The Road has been constructed by Interoute for the purposes of access to the Mine. There is a gate at the end of the Road closest to the highway and the gate is typically open between 7:00 am and 5:00 pm Monday to Friday.

In order to use the Road, you must enter into a Road Use Agreement with Interoute on such terms and conditions as are satisfactory to Interoute. Please contact us to obtain a copy of the Road Use Agreement for the Road. Note that, amongst other requirements, the Road Use Agreement will require you to provide us with 7 calendar days written notice of your intention to use the Road.



Access to Mine

Part 1.3.1 of the Health, Safety and Reclamation Code for Mines in BC, 2008 requires that:

"Other than an inspector, only persons authorized by the manager shall enter or be permitted to enter a mine."

Therefore, you are not entitled to enter the Mine without the prior written approval of the Mine manager, Corey Rokosh (the "Manager").

Further, the written approval of the Manager will be subject to your satisfying the following terms and conditions at your sole expense:

1) Notice and Must be Accompanied by Interoute Staff

- Each time you desire to enter the Mine, you must provide the Manager with at least 7 calendar days written notice;
- You may not enter the Mine without being accompanied by an Interoute staff member; and
- You may access the Mine for periods of 2 hours at a time;

2) Compliance with Legislation and Permit

While in attendance at the Mine:

- You shall comply with the terms of all applicable legislation;
- You shall comply with all conditions of the Permit;
- You shall be required to wear a hard hat and safety vest; and
- You must provide a copy of a valid driver's licence if you will be driving a vehicle within the Mine area;

3) Insurance



INTEROUTE CONSTRUCTION LTD.

You must obtain and maintain the following insurance and provide Interoute with proof of such insurance that meets the following minimum criteria:

- public liability insurance, with Interoute as the additional insured, and for the benefit of the insurers in the amount of five million (\$5,000,000.00) dollars;
- commercial general liability insurance in an amount not less than \$5,000,000.00 inclusive as per occurrence insuring against liability for personal injury, bodily injury (including death), including coverage for all accidents or occurrences on the mine act permit area;
- sudden and accidental pollution endorsement on the commercial general liability insurance policy with a limit of liability not less than 5 million dollars (\$5,000,000.00); and
- automobile liability insurance with a limit of liability not less than \$2,000,000.00.

All insurance that you maintain shall contain insurance against all perils and hazards normally covered by standard policies in British Columbia and shall be to the satisfaction of Interoute.

Additionally, Interoute requires your WorkSafe BC number and proof that your WorkSafe BC account is in good standing.

4) Indemnity

You will be required to sign an Indemnity Agreement and Waiver (in such form and content satisfactory to Interoute) whereby you indemnify Interoute for:

- any damages you may suffer while in the Mine;
- any damages a third party may suffer as a result of your negligence or willful act on the Mine; and

you will waive all claims against Interoute for any damages that you may suffer while in attendance at the Mine.

Please contact the Manager to obtain a copy of the Indemnity Agreement and Waiver.



5) Management Plan

Interoute requires a copy of your management plan which addresses the following:

- Statement of Objectives;
- Purpose of the activity;
- Location and access;
- Detailed description of the proposed work;
- Detailed plan explaining how the proposed activity will not impact the current Mine;
- Work schedule;
- Details of how any disturbances will be reclaimed;
- Details of land impacts;
- Details of soil conservation;
- A list of all equipment that enter the Mine:
- Details of the potential surface disturbance;
- Details of how the Mine will be secure during the time of the proposed activities;
- Details of how the surface and ground water will be protected from your activities;
- Details of your training and emergency response;
- Details of the equipment and supplies that will be available while on site;
- Details of your Mine Health and Safety program; and
- Details of your Emergency Response Plan.



You must complete a one day Health and Safety training course that is presented by Interoute or such third party that is acceptable to Interoute.

You must deliver to Interoute a copy of your first aid certificate.

Any notices that you would like to send to Interoute can be sent to:

Interoute Construction Ltd. Attention: Mine Manager Corey Rokosh Box 9297 1031 Sandstone Road Revelstoke, BC V0 E 3K0

If you require additional information on this matter, please contact myself at 604-575-3689.

Yours truly,

Interoute Construction Ltd.

Per:

Erwin Spletzer Aggregate Manger