

September 2, 2015

To Resource Management Officer
Joseph Heron

Re; your letter dated August 20, Land Use Permit MV2013J0006 Campsite/Lodge Mackay Lake, NT

As you have noted, the camp was inactive at the time of both the 2014 and 2015 inspections and we have requested that you make an effort to communicate with us regarding your timing and our schedules at the lodge. We have made the point that the lodge has not operated fulltime since the caribou foreclosure in 2009 and we are trying to diversify and maintain the facility with very limited financial resources.

We continue you maintain the lodge in a traditional, environmentally friendly way as we have for over 30 years, and this is evidenced by the complete absence of wildlife / bear/ wolverine/scavenger activity and damage. As you must know, camps that are littered and not clean attract scavengers.

We continue to disagree with your assertions regarding our land fill and incinerator site and suggest that an independent review of the conditions may be warranted.

The site is very clean and the ashes in the incinerator are disposed of as required by the capacity of the incinerator. Your photographs confirm the cleanliness of the site and this is in stark contrast to approved facilities like the Yellowknife dump

We were at the lodge the week of August 15 to 22 as a result of a Mineral Incentive Program (MIP) grant and we did correct some of our land use maintenance projects at that time,

We do not agree to remove some of the used equipment and spare parts that you continue to identify as waste.

We have relocated some of the fuel drums and disposed of some of the oil stained gravel

While most of the lodge buildings have been converted to propane heaters we plan to continue to keep some oil heaters as back up and winter alternatives and these require active fuel tanks which we have outfitted with catch trays.

The oil stain by our grader is the result of an unauthorized use of our runway by a helicopter and charter company. Please advise how we can hold third parties responsible for unauthorized use of our leases.

Your report implies that we failed to take advantage of the winter road to remove empty fuel drums, however, you have no information regarding the weather /snow conditions and access provided or not provided by the winter road JV. We also do not believe that the, relatively small amount of empty drums, when compared to exploration and reclamation sites, has any meaningful threat to the wildlife or environment.

We do acknowledge and plan to remove things not needed like empty fuel drums, as we are able to with our limited resources and as weather and road conditions permits.

For the record, True North Safaris has been attempting to maintain and develop a recovery plan for Mackay Lake Lodge but please also address future correspondence to Mackay Lake Lodge '89 Ltd., which is the legal entity responsible.

Gary Jaeb

c/c MVLWB