

October 12, 2018

Mackenzie Valley Land & Water Board  
7<sup>th</sup> Floor, 4922 48<sup>th</sup> Street  
P.O. Box 2130  
Yellowknife, NT  
X1A 2P6

**Attention: Kierney Leach, Technical Regulatory Specialist**

**RE: Land Use Permit and Water Licence Application Incomplete Response**

**Dear Ms. Leach,**

Paramount Resources Ltd. ("Paramount") is in receipt of the incomplete letter from the Mackenzie Valley Land And Water Board ("MVLWB") in regards to the Land Use Permit ("LUP") and Water Licence ("WL") applications Paramount filed for Celibeta. Below and enclosed are the responses and additional information requested by the MVLWB.

#1. Paramount will rely on the Fort Liard, NWT Waste Management Plan which has been filed and approved multiple times with the MVLWB. The Celibeta project activities are covered by this previous approved plan and Celibeta is in close geographic proximity to the Fort Liard project areas (specifically Fort Liard East).

#2. In its Engagement Plan and Engagement Package, both of which were filed in support of the applications, Paramount made it clear that the original access could not be confirmed. Paramount stated that it was (and now has), scouting an access into the location that would utilize the existing Fort Liard access and would be utilizing cut lines to the greatest degree possible for the remaining access. Paramount's proposed access was identified in the Engagement Package. In the follow up phone calls to stakeholders no concerns were raised.

#3. Updated cheques as requested are enclosed.

#4. Paramount attempted to use the RECLAIM model spreadsheet provided, it did not work. Paramount's internal estimate for the reclamation cost is \$80,000. It would all be attributed to land related activities.

Paramount would like to reiterate that it is seeking an exemption from preliminary screening for these applications because the well was originally drilled in 1959 and last accessed in 1990, both dates are prior to the implementation of the *Mackenzie Valley Resource Management Act*. If you have any questions, please do not hesitate to contact the undersigned at (403) 206-3859 or email me at [terence.hughes@paramountres.com](mailto:terence.hughes@paramountres.com).

Yours truly,

**PARAMOUNT RESOURCES LTD.**

A handwritten signature in blue ink that reads "Terence Hughes". The signature is written in a cursive style with a long, sweeping underline.

Terence Hughes  
Regulatory and Community Affairs Advisor

ENCL.