



May 29, 2018

Gwich'in Land and Water Board
105 Veterans Way, P.O Box 2018
Inuvik, NT
X0E 0T0

GLWB Files: G02A011
G02A012
G02A013

Attention: AlecSandra Macdonald, Regulatory Specialist

Dear AlecSandra:

Re: Chinook Energy Inc. – Site Inspection Reports

Chinook Energy Inc. (Chinook) is providing copies of the site inspection reports to the Gwich'in Land and Water Board (GLWB) for the following sites:

- Land Use Permit (LUP) G02A-011, Vintage Tree River C-36 Wellsite
- Land Use Permit G02A012 Ontaratue River D-39 Wellsite
- Land Use Permit G02A013 Thunder River N-73 Remote Sump

GNWT Department of Lands requested follow-up sampling at C-36 and D-39 to confirm the integrity of the sumps. C-36 was dry at the time of inspection, so only soil samples were taken. Soil and water samples were taken at D-39.

Chinook is of the opinion, based on the site conditions at the time of the site inspection and results of the requested follow-up sampling programs at C-36 and D-39, that the current site conditions are satisfactory and should allow Chinook to prepare and submit Final Plans for the C-36 and N-73 locations. The Final Plan for D-39 (submitted on May 10, 2013) was placed on hold by the GLWB until GNWT Lands recommended closure.

As such, no site inspections are planned for summer 2018.

If you have any questions or concerns regarding the 2017 site inspection reports, please contact the undersigned by phone at (403) 290-4901, by fax at (403) 266-1814 or by email at darrent@chinookenergyinc.com.

Sincerely,
CHINOOK ENERGY INC.

A handwritten signature in black ink, appearing to read "Darren Tomecek".

Darren Tomecek, P.Geol.
Environment - Health & Safety Consultant

ENVIROSEARCH LTD.

A handwritten signature in black ink, appearing to read "Margot Ferguson".

Margot Ferguson, B.Sc., P.Geoph.(AB)
President

Att: Inspection Reports for C-36, D-39, and N-73

Cc: Donald Arey, Mgr., Resource Mgmt., Dept. of Lands, Beaufort Delta Region, GNWT
Herbert Allen, RMO II, Dept. of Lands, Beaufort Delta Region, GNWT
Dan Carmichael, Regional Superintendent, Beaufort Delta Region, GNWT