

GWICH'IN LAND AND WATER BOARD
Box 2018 Inuvik, NT X0E 0T0
Ph 867-777-4954
Fx 867-777-2304
www.glwb.com

June 4, 2013

File: G02F010 & G02A014

Chinook Energy Inc.
Attn: Mr. Darren Tomecek
Suite 700, 700 – 2nd Street, SW
Calgary, Alberta T2P 2W1

Re: *Final Clearance and Closure,*
Land Use Permit numbers G02F010 (winter access road) and G02A014 (B10)

Mr. Tomecek,

Please be advised that final clearance of Land Use Permits G02F010 and G02A014 has been granted, and that these files are now closed as per Section 33 of the Mackenzie Valley Land Use Regulations (MVLUR).

Our calculations indicate overpayment of fees by \$2, 239. Please see attached for copies of the fee reconciliation worksheet, as well as the requisition for payment, which has been forwarded to AANDC for approval.

As an update regarding the remaining permits associated with the 2002/2003 operation:

- G02A011 – completion of remedial work by Chinook anticipated in 2013
- G02A012 – waiting for final inspection & recommendation to close permit by AANDC
- G02A013 – completion of remedial work by Chinook anticipated in 2013

If you have any questions, please do not hesitate to contact Helga Harlander at (867) 777-6622 or h_harlander@glwb.com.

Yours sincerely,

Leonard DeBastien,
Executive Director

Copied to: Conrad Baetz, District Manager - AANDC North Mackenzie District
Mardy Semmler, Director – GTC, Lands and Resources



Gwich'in Land and Water Board
PO Box 2018
Inuvik NT X0E 0T0

Attention: Helga Harlander, Regulatory Specialist

Dear Ms. Harlander:

Re: Chinook Energy Inc. - B-10 Final Plan for Land Use Permit G02A14

This letter is to request an update on the status of final closure of Land Use Permit (LUP) G02A14. This LUP was for the 2002-2003 Tree River B-10 exploration drilling program. The LUP was originally licensed under Devlan Exploration Inc. and the final plan was submitted in 2009 (under Iteration Energy Ltd.). The Tree River B-10 wellsite and associated onsite sump are located at 67°19' 14.49"N and 131°45' 30.80" W (NAD 27).

Chinook Energy (Chinook) as the current licensee is requesting that the LUP be closed due to the following:

- The final plan has been previously submitted to the Gwich'in Land and Water Board.
- Chinook has no further plans for additional work at the B-10 location.
- Indian and Northern Affairs Canada (INAC) inspections dated November 10, 2008 and September 02, 2010 stated that all aspects were satisfactory and recommended file closure.

If you have any questions, 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.

Darren Tomecek, P. Geol.
Manager, Environment & Regulatory Compliance

cc: AANDC Inuvik

Chinook Energy Inc.

Suite 700, 700 - 2nd Street, SW
Calgary, Alberta T2P 2W1 Canada
Tel. 1 (403) 261-6883 • Fax. 1 (403) 266-1814



Indian and Northern
Affairs Canada
www.inac.gc.ca

Affaires Indiennes
et du Nord Canada
www.ainc.gc.ca

North Mackenzie District
P.O. Box 2100
Inuvik, NT XOE 0T0

Telephone: (867) 777-8900
Fax: (867) 777-2090

February 23, 2010

RECEIVED
FEB 25 2010

~~Iteration Energy Ltd.
Suite 700, 700^{2nd} St. S.W.
Calgary AB. T2P2W1~~

Attn: Darren Tomecek

RE: Land Use Permit G02A011 (Tree River C-36), G02A013 (Thunder River N- 73) and
~~G02A014 (Tree River B-10).~~ G02A012 D-39

To Mr. Tomecek,

Thank you for your letter dated February 08, 2010 in response to the above noted files.

Please refer to previous inspection reports for outstanding issues and recommendations as the integrity of the sumps and its contents will be at risk should this be allowed to continue without remediation. Also note that for file G02A013 Thunder River N73 is for the remote sump and that previous inspection indicated that further subsidence has occurred to the point that it is causing significant volumes of water to pool on the sump cap.

We look forward to a remediation plan and EM Survey to ensure that the fluids have not migrated and a timeline for these issues to be evaluated and ultimately rectified.

If you have any questions, please contact our office at (867) 777 - 8900.

Regards,

Conrad Baetz
District Manager, North Mackenzie District, Inuvik, NT

Cc: Resource Management Officer

Gwich'in Land and Water Board



**Indian and Northern
Affairs Canada**
www.inac.gc.ca

North Mackenzie District
P.O. Box 2100
Inuvik, NT X0E 0T0

**Affaires Indiennes
et du Nord Canada**
www.ainac.gc.ca

Telephone: (867) 777-8900
Fax: (867) 777-2090

August 17, 2009

Iteration Energy Ltd.
700-700 2nd Avenue, S.W.
Calgary, AB T2P 2W1

Attn: Kyla Cuthbertson

Re: Land Use Permits G02A011, G02A012, G02A013, G02A014

To Kyla Cuthbertson,

Please find this letter as a request for a status report regarding the implementation and or results of the monitoring program as identified in your letter dated October 31st, 2008 to this office. Furthermore as per our direction issued on this matter (see correspondence from INAC to Cyries dated January 30, 2007 *Remediation of Sumps at Thunder River, Tree River and Ontaratue Sites for Land Use Permits G02A011, 012, 013 and 014*) please keep the Land Use Inspector (INAC), as well as the GLWB and the Community of Tsiigehtchic, informed as to your activities.

If you have any questions, please contact me at (867) 777-8901. We are in the midst of changing our office telephone numbers, please update your records for future reference.

Sincerely,

Conrad Baetz
District Manager

Cc: Conrad Baetz, District Manager, North Mackenzie District, Inuvik, NT
Gwich'in Land and Water Board
Christine Savary, Iteration Energy Ltd.



June 30, 2008

Indian and Northern Affairs Canada
North Mackenzie District
P.O. Box 2100
Inuvik, NT
X0E 0T0

Attention: Don Arey
Resource Management Officer

RE: Land Use Permit G02A014
Drilling Program Tree River B-10

In response to your letter dated November 10, 2008 regarding the inspection of the Tree River B-10 operation, please find attached the Final Report submitted July 12, 2001 to the Gwich'in Land and Water Board.

Iteration Energy Ltd. has no plans for further activity at this site. Included within the report is a Final Plan for your review, and subsequent file closure.

Should you have any further questions please contact the undersigned at 403-290-3282.

Yours truly,

Christine Savary
Christine Savary
Drilling Technologist
Iteration Energy



July 12, 2001

Mr. Robert Aleski
Oil, Gas and Water Board
Box 2019
Inuvik, NT X0E 0E0

Dear Sir:

Re: Final Report
Land Use Permit No. 000A12
Tree River B-10 Drilling Program

Please find enclosed 2 (two) copies of the subject report.

Thank you for your patience in this matter.

If you have any questions on the foregoing, kindly contact the undersigned at (403) 233-7776 Ext. 225.

Yours truly,

DEVLAN EXPLORATION INC.

Merk B. Agar

Merk B. Agar, P.Eng.
Vice President Engineering

DEVLAN EXPLORATION INC.
520, 526, 516 Avenue 144, Calgary, AB T2P 3K7
Tel: (403) 233-7776 Fax: (403) 261-3668 Email: info@devlan.com www.devlan.com



FINAL PLAN FOR CLASS "A"

LAND USE PERMIT NO. G000A12

DRILLING PROGRAM

Devlan at al Tree River B-10

Prepared by Mark B. Alder, P.Eng.
Vice President Engineering
July 10, 2001

Pursuant to Section 29 of the Mackenzie Valley Land Use Regulations, Devlan Exploration Inc. (Devlan) hereby submits the Final Plan for Land Use Permit No. G000A12 to the Canadian Land and Water Board.

All of the information required is shown on the attached Appendix "A", Tree River B-10 Site Plan. The 100m by 100m drilling site was assessed by seismic lines cleared by Devlan. Within the 1.0 hectare site the following was contained:

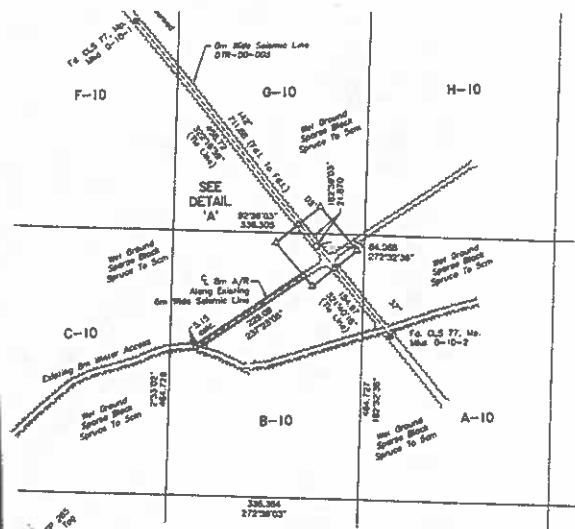
Active Rig 14, as shown on the attached Appendix "B".

Three waste trailers with the dimensions of 4m X 20m X 3m each.

Storage capacity for 42 fuel and water, as well as all other rig specifications are also indicated on page 2 of Appendix "B".

There were no pits or other excavations at the site. Garbage was hauled to Talghehnic for disposal. Drilling waste was disposed into a sump located at one of the camp sites.

Drilling of the Tree River B-10 well commenced on January 26, 2001 and finished on February 19, 2001. Total depth of the well is 1294 m. The rig was moved off the site on February 20, 2001.



SEISMIC DETAIL
SCALE 1:5000
LINE DTR-00-003

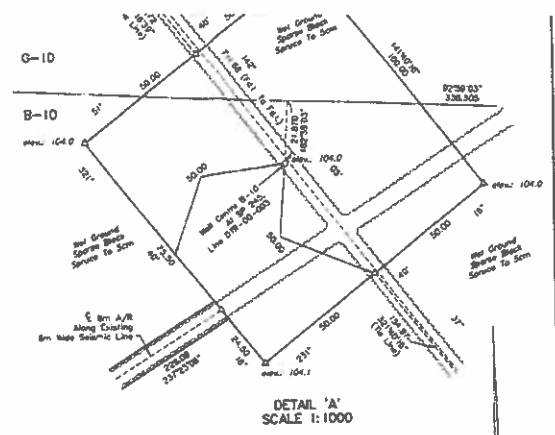
ELC MATHS

Ground of 1/4 104.0
Corner
N 105.8
W: 104.0 E: 104.0
S: 104.1
Datum: Geodetic B.M. 558387
Dev: 27.816

AREAS	ha	Ac.
Well Site	1.000	(2.47)
Access Road	0.179	(0.44)
Total	1.179	(2.91)

Certified Correct and computed on
the 31st day of January, 2001.

L. Stewart, Canadian Land Surveyor
Date: _____



DETAIL 'A'
SCALE 1:1000

DEVLAN
EXPLORATION INC.

PROPOSED EXPLORATORY WELL
DEVLAN TREE RIVER B-10
IN UNIT B, SECTION 10
GRID AREA N.67°20', W.131°45'

NORTHWEST TERRITORIES
SCALE 1:5,000

NOTE:
Deviations are derived from GPS observations
taken from Geomatics Bench Mark 558387 (elev: 218.11)
using geoid model GSD 95

Appendix 'A'