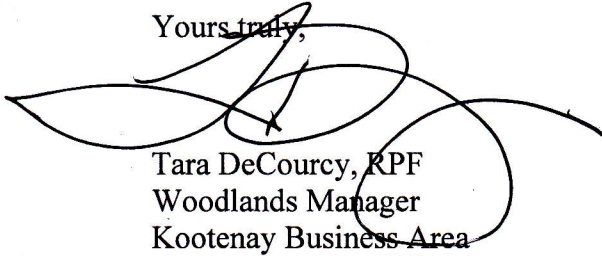


Perry Ridge Water Users Association

and use their recommendations regarding what information to collect. The collection of precipitation data has not been recommended by our qualified registered professional. Secondly, BCTS does not intend to calculate carbon sequestration information. We will not include carbon sequestration in our planning for Perry Ridge in the foreseeable future.

Lastly, you asked to be advised of our plans for the remaining portions of Perry Ridge, and the reports done for these areas. At this time, BCTS does not have further plans on Perry Ridge for 5 – 7 years other than the active TSL being harvested currently. Barring an outbreak of a forest pest, we will not proceed with further development for at least 5 years.

Yours truly,

A handwritten signature in black ink, appearing to read 'Tara DeCourcy', is written over the typed name and title.

Tara DeCourcy, RPF
Woodlands Manager
Kootenay Business Area
BC Timber Sales

cc. George Edney, District Manager, Selkirk Resource District - Kootenay Boundary Region