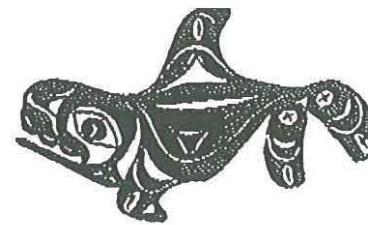


AHOUSAHT ADMINISTRATION

General Delivery
Ahousaht, B.C. V0R 1A0
Tel: 250-670-9563



FNR-2013-00216

1

November 15, 2012

Marty Locker, Woodlands Manager

Ilssaak Forest Resources Ltd.

PO Box 639

Ucluelet B.C V0r-1A0

Dear Marty,

Re: Proposed Ilssaak /Mamook cutblocks in the Stewardson Inlet operating area

Ahousaht Chief and Council hereby offer support for Ilssaak /Mamook's harvesting plans in the Stewardson Inlet operating area for activities in 2012/2013. These cutblocks include STE500, STE510, STE520, P10, HE610, HE771, STE 501, STE502, HE720, HE830, HE1155, HE1156, and HE1170.

This support is provided with the understanding that all cutblocks will be subject to site level inspections for assessment of culturally sensitive features.

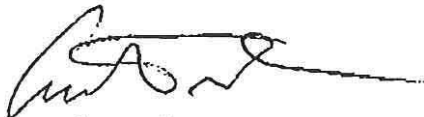
It is understood that cutblock STE 500 requires a permit for a helicopter water drop zone in Sidney Inlet. Support for this heli drop zone is provided with the understanding that any helicopter water drop sites will be located where water depths exceed 30m and well away from sensitive marine sites such as eelgrass or kelp beds or shell fish beaches. Site must be located minimum of 100m away from the mouth of any anadromous fish streams, estuaries, salt marshes, shell fish harvest areas, eel grass beds, or marine mammal haulouts. These sites must be carefully monitored and any debris that may escape from the site must be regularly cleaned up and removed to a disposal site on land. We expect that operations will follow the Best Management Practices for Helicopter Log Drop Sites in Marine Waters of British Columbia established by the Department of Fisheries and Oceans.

We expect that CMT's will be either excluded from the cutblocks or protected by engineering your in block retention areas to include the CMT's. In the event that a CMT cannot be avoided, then the Ahousaht

First Nation expects Iisaak/Mamook will not impact the CMT until there is agreement from AFN Chief and Council on an appropriate course of action to be taken.

In the event that previously unidentified archaeological remains (including CMT's) are encountered during any phase of logging operations, all activities are to be suspended at once and the AFN, Ministry of Forests, and the Archaeology Branch are to be notified immediately. Both the Heritage Conservation Act (1994) and section 51 of the Forest Practice Code Act protects archaeological remains in the Province of British Columbia from disturbance, whether intentional or inadvertent.

Respectfully yours,

A handwritten signature in black ink, appearing to be 'A. Housaht', written in a cursive style.

Chief Councilor

Ahousaht Chief and Council

cc. District Manager, SIFD

December 4, 2012

Marty Locker, Woodlands Manager
Iisaak Forest Resources Ltd.
Ma-Mook Natural Resources Ltd
P.O. Box 639
Ucluelet, BC V0R 3A0

Dear Marty:

RE: Proposed Iisaak / MaMook cutblocks in the Stewardson Inlet operating area

Hesquiaht Chief and Council hereby offer support for Iisaak / MaMook's harvesting plans in the Stewardson Inlet operating area for activities in 2012 / 2013. These cutblocks include STE500, STE510, STE520, P10, HE610, HE771, STE501, STE502, HE720, HE830, HE1155, HE1156, and HE1170.

This support is provided with the understanding that all cutblocks will be subject to a site level inspection for assessment of culturally sensitive features including CMTs.

It is understood that cutblock STE500 requires a permit for a helicopter water drop zone in Sidney Inlet. Support for this heli drop zone is provided with the understanding that any helicopter water drop sites will be located where water depths exceed 30m and well away from sensitive marine sites such as eelgrass or kelp beds or shellfish beaches. Site must be located a minimum of 100m away from the mouth of any anadromous fish streams, estuaries, salt marshes, shellfish harvest areas, eelgrass beds, or marine mammal haulouts. These sites must be carefully monitored and any debris that may escape from the site must be regularly cleaned up and removed to a disposal site on land. We expect that operations will follow the Best Management Practices for Helicopter Log Drop Sites in Marine Waters of British Columbia established by the Department of Fisheries and Oceans.

We expect that CMTs will be either excluded from the cutblocks or protected by engineering your in-block retention areas to include the CMTs. In the event that a CMT cannot be avoided, then the Hesquiaht First Nation expects that Iisaak / MaMook will not impact the CMT until there is agreement from HFN Chief and Council on an appropriate course of action to be taken.

In the event that previously unidentified archaeological remains, (including CMTs), are encountered during any phase of logging operations, all activities are to be suspended at once and the HFN, Ministry of Forests, and the Archaeology Branch are to be notified immediately. Both the *Heritage Conservation Act (1994)* and Section 51 of the *Forest Practices Code Act* protects archaeological remains in the Province of British Columbia from disturbance, whether intentional or inadvertent.

Respectfully yours,



Cecil Sabbas, Band Manager
Hesquiaht Chief and Council

cc. District Manager, SIFD