File: 0227020

- CONFIDENTIAL -

October 16, 2002

Michael Doutaz Fisheries and Oceans Canada Small Craft Harbours Branch Room 370 - 555 West Hastings Street Vancouver BC V6B 5G3

Dear Michael Doutaz:

Re: Proposed dock divestiture by the Department of Fisheries and Oceans, Small Craft Harbours (DFO-SCH) over the Horton Bay dock facility (LWBC file 0227020)

Thank you for your letter dated March 11, 2002 regarding the Horton Bay divestiture site and the issues in respect of the access easement and potential infringements on the riparian rights of the upland owner, Arbutus Bay Estates Ltd.

I agree that these issues have caused considerable delay in the divestiture of the facility. For this reason, it is imperative that these issues be resolved. I understand that

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our office is aware that both the DFO-SCH and the Capital Regional District would like

Our office is aware that both the DFO-SCH and the Capital Regional District would like the divestiture to occur as soon as possible, with no further delays.

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It would be appreciated if you could respond to this letter within 30 days. If you have any further questions or inquiries regarding this application, please contact me at 604-586-4437.

Yours truly,

Jeremy Higham Land and Water British Columbia Inc.

cc: Gary Hinde, Capital Regional District, Box 1000, Victoria BC, V8W 2S6