

Kitikmeot Region P.O Box 278 Kugluktuk, NU X0B 0E0

October 10, 2012

Mr. James Owen, President Troy Energy Corp. #420 – 475 Howe Street Vancouver, BC V6C – 2B3

RE: Land Use Permit N2004C0032 Camp Site & Esker Strip in Booth River area

On July 10, 2012 I conducted a Field Inspection at the above mentioned locations.

A copy of my Environmental Inspection Report and 2 Photo Sheets are attached.

issues identified during the inspection:

This was a follow-up Inspection to my original Inspection of August 10, 2011 and subsequent letter to you on September 16, 2011. I received a reply letter from you, dated May 25, 2012, stating that a 3rd party from Yellowknife was going to clean both sites in October 2011.

At the Camp Site I found 2 Wooden Tent Floors, the broken remains of an Outhouse, a pile of 2x4's and 11 Drums of Fuel with no Secondary Containment.

At the Esker Strip I found 1 stack of various Lumber and 1 stack of Core Boxes. Both stacks are scattered around.

Everything from the Camp Site needs to be removed as well as the stack of Lumber from the Esker Strip site, the Core Boxes can stay, but they need to be stacked up neatly first.

These issues must be taken care of early in the 2013 field season and you will need to submit a Final Plan with Photos when complete. I will be inspecting both sites again in late July or early August of 2013 to ensure compliance.



Please do not hesitate to contact me should you have any questions or comments.

Koana,

Baba Pedersen

Resource Management Officer

Aboriginal Affairs and Northern Development Canada

P.O. Box 278

Kugluktuk, NU

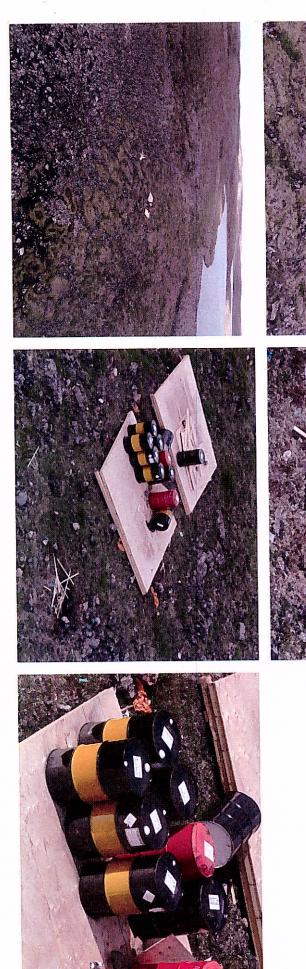
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cc: Land Administrator, AANDC Eva Paul, WRO Kitikmeot, AANDC





N2004C0032

CAMP SITE (A) N 66° 18' 40,4" W (09° 14' 10.7"

ESKER STRIP(B)

75007 C0037







N66°21'56" W 109°12'26"