



Len Sukovieff  
Silverhawk Utilities Inc.  
P.O. Box 3069  
Vernon, BC  
V1B 3M1

November 10, 2005

Dear Mr. Sukovieff:

**RE: Spray Irrigation - Golf Course Area Application to British Columbia Land and Water Air**

We are in receipt of your letter dated 22 September 2005 addressed to Mr. Paul Plocktis.

Once we have received your final plans identifying the specific fairways you plan to irrigate on the proposed golf course lands, we will submit our application to LWBC and request a Statutory Right of Way in the name of Silver Star Ski Resort Ltd.

As per our agreement, paragraph 7.1, we will then grant a license to Silver Hawk. Your request is not in line with our agreement as the SRW are not contemplated to be assigned to the utility until such time as 4,000 additional pillows for Silver Star Ski Resort Ltd have been created by October 31, 2008.

As soon as we receive your final plans we will make submission to LWBC for additional spray irrigation lands.

Sincerely,

Michael Sherwood  
General Manager  
Silver Star Mountain Resort

Cc: Theresa Arsenault, Pushor Mitchell  
Psyche Brown, LWBC

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October 11, 2005

Attention: Theresa M. Arsenault

**Re: Proposed Irrigation Area for Silverhawk Utilities**

Dear Ms. Arsenault;

This letter addresses the items requested in your letter dated August 15, 2005 (your File TMA/39715.35).

Silverhawk Utilities is writing to inform you that we agree to all items stated in the letter. Specifically;

1. Silverhawk has marked out the areas required for disposal based on the centerline of the proposed golf course fairways. This was regenerated from overlaying a proposed Golf course map provided to our office with a contour map of the area. From the map, it is illustrated that we are in agreement to irrigate the fairways only. A copy is attached to this letter.
2. Silverhawk agrees to incur the cost of logging and harvesting the chosen areas only. This cost will be accepted only after firstly we have been provided three (3) competitive quotes from companies that Silver Star will be considering to perform the logging. Secondly, we request that the work not take place prior to the receipt of an approved purchase order to either the logging company or Silver Star (whomever the invoice will come from).
3. Silverhawk Utilities are in agreement with all spray irrigation to meet regulatory requirement to allow unrestricted public access.
4. Silverhawk Utilities are in agreement with all irrigation equipment to be buried with no obstructions above ground level. We will run a buried mainline down the centerline of every fairway. Off the mainline, will be buried laterals.

5. Silverhawk Utilities are in agreement that we will be responsible for maintenance of vegetation in the vicinity of sprinklers to minimize the growth of the ground cover on an ongoing basis.
6. We are in agreement that Silverhawk will be responsible for all regulatory requirements.
7. Further to this, we are in agreement to use pop-up sprinklers to irrigate the proposed golf-course fairways.

Should you have any questions, please do not hesitate to contact myself.

Sincerely,

Rita N. Muwanga  
For Len Sukovieff  
Silverhawk Utilities

Cc Psyche Brown – Land and Water British Columbia