

360308 British Columbia Ltd.

1500 – 1030 West Georgia St.
Vancouver, B.C. V6E 2Y3

October 22, 2009

To Our Neighbours,

As you may be aware, our company 360308 British Columbia Ltd., has made an application to the Ministry of Energy, Mines & Petroleum Resources, to develop a gravel operation, known as the Pyman Road Pit, on our property on Highway 33. This application was originally made over 7 years ago and has been adjusted to reflect input from various consultants as well as our neighbours.

The original application proposed the use of Goudie Road as the access to the property and the Ministry of Highways accepted it, but as a result of concerns raised by some of our neighbours, we relocated the access from Highway 33 to Pyman Road. We felt that it was important to cooperate with our neighbours, as traffic was the major concern raised at the time. This change, along with the announcement of the two Highway improvement projects, will make travel along the route much safer.

Copies of our Consultants Reports are available for viewing at the Rutland Branch of the Okanagan Regional Library, Monday through Saturday from 10:00 am to 5:00 pm and Wednesday from 10:00 am to 8:00 pm. The details of the proposed Gravel Pit application can be found within these reports but the following are some of the concerns that we have heard over these past several years along with some proposed mitigation measures:

- Effect on Wildlife – The boundaries of the pit have been adjusted such that an area that the consultant believes to be a Wildlife habitat has been excluded.
- Dust, noise & visual effects – The east and northeast boundaries will have a berm built to form the "rim" of the project which will reduce these effects. This berm will be formed from the stripped overburden and shaped and seeded with native type grasses. The equipment area and the first phase of the pit have been located in the low area of the property which places it below the site lines from the properties to the east. The berm will remain in place until the last phase of the project, at which time the area will be regraded to level. Other measures are discussed in more detail within the Mining Plan at the Library. Mitigation measures will be addressed with full compliance of the Mines Act and, Health, Safety and Reclamation Code for Mines in British Columbia.
- Water – Although we may collect some of the surface water on our property, available through existing water licenses, it is our intention to import water required for the operation and dust control.
- Traffic – As noted above, the access point to Highway 33 has been moved to Pyman Road and a new intersection will be constructed. This along with the Highway widening projects will greatly reduce the traffic concerns.

Advertisements of the Notice of this Application have been placed in the Kelowna Daily Courier on October 22 and October 29, 2009, and in the Gazette on October 29, 2009. A copy of this advertisement is enclosed which explains how you may express any concerns to the:

Ministry of Energy, Mines & Petroleum Resources
162 Oriole Road
Kamloops, B.C. V2C 4N7

In addition, most of the reports are available on line at www.kellyhayes.ca.

The date of the public meeting will be announced through an advertisement in the Kelowna Daily Courier and your local politicians will be notified as well.

Thank you.