

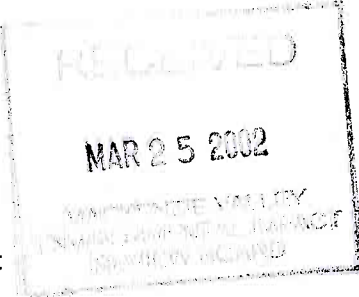
Mandell Pinder
Barristers & Solicitors

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EA01-005

FAX COVER SHEET

DATE: March 13, 2002	CLIENT #: 216-00.4
TO: MVLWB Attention: Board Members	FAX: 1-867-873-6610 PHONE:
CC: MVEIRB Attention: Joe Acorn	FAX: 1-867-920-4761 PHONE:
CC: Paramount Resources Ltd. Attention: Shirley Maaskant	FAX: 1-403-262-7994 PHONE:
CC: Ministry of Aboriginal Affairs Attention: Phil Mercredi	FAX: 1-867-873-0169 PHONE:
CC: Gowlings Attention: Mr. Hollingworth	FAX: 1-403-263-9193 PHONE:
CC: INAC Attention: Lorne Tricoteaux	FAX: 1-867-669-2703 PHONE:
CC: RWEB Attention: Bob Bailey	FAX: 1-867-873-0114 PHONE:
CC: Ka' a' Gee Tu First Nation Attention: Allan Landry	FAX: 1-867-825-2002 PHONE:
CC: Ka'a' Gee Tu First Nation Attention: Chief and Council	FAX: 1-867-825-2002 PHONE:



FROM: Constance MacIntosh

RE: Potential Violation of Permit Condition by Paramount Resources Ltd.

ORIGINAL BEING SENT BY MAIL: YES: NO: X

NUMBER OF PAGES INCLUDING COVER SHEET: 3

MESSAGE

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Please see attached.

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**IF YOU DO NOT RECEIVE ALL THE PAGES PLEASE CALL Lisa AT (604)681-4146
AS SOON AS POSSIBLE.**

Mandell Pinder
Barristers & Solicitors500 - 1080 Mainland Street, Vancouver BC V6B 2T4
Tel: (604) 681-4146 Fax: (604) 681-0959

March 21, 2002

Via Fax (867) 873-6610

Mackenzie Valley Land and Water Board
7th Floor
4910 50th Avenue
Yellowknife, NT X1A 2P6**Attention: Board Members**

Dear Sirs/ Mesdames:

Re: Potential Violation of Permit Condition by Paramount Resources Ltd.

In January, 2002, the MVLWB approved Paramount's Applications MV2000P0055 and MV2000L1-0014 to construct a pipeline gathering system in the Cameron Hills (the "Project"), and issued a land use permit and a water license (the "Permits"). This approval was contingent upon several conditions, including Paramount carrying through with a number of commitments.

One of Paramount's commitments was to construct a gate across the winter access road which leads from a major highway to the Project site. During construction, or when the access road is in service, this gate is either to be kept locked, or be staffed 24 hours a day (the "Commitment"). The Commitment is described, among other places, at page 35 of the MacKenzie Valley Environmental Impact Review Board's "Report of Environmental Assessment on the Paramount Resources Ltd. Cameron Hills Gathering System and Pipeline Development," and at page 39 of Paramount's "Environmental Assessment Commitment Table."


We are advised by our clients that no gate has been built across the winter access road, although construction has been on-going for over one month, and the access road is in service. This situation, as reported to us, violates one of the Permits' conditions and so is an offence under the *Mackenzie Valley Resource Management Act* (the "Act").

We ask that you send an Inspector to the site, and take immediate action to address this situation. Please advise us of what enforcement steps you will take and when, as the presence of the gate is very important to our clients.

Thank you for your attention to this matter.

Yours truly,

MANDELL PINDER


for Constance MacIntosh
Barrister and Solicitor

CM/lb

SIGNED IN THE WRITER'S ABSENCE

cc: Clients
MVEIRB, Attention: Joe Acorn
RWEB, Attention: Bob Bailey
INAC, Attention: Lorne Tricoteaux
Paramount Resources Ltd., Attention: Shirley Maaskant
Gowlings, Attention: Alan Hollingsworth
Ministry of Aboriginal Affairs, Attention: Phil Mercredi, executive assistant to the
Honourable Mr. Jim Antoine