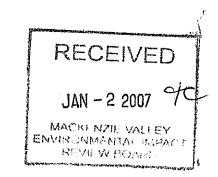


Affaires indiennes et du Nord Canada

Box 1500 Yellowknife, NT X1A 2R3

December 15, 2006

Gabrielle Mackenzie-Scott, Chair Mackenzie Valley Environmental Impact Review Board P.O. Box 938 YELLOWKNIFE NT X1A 2N7



Re: Report of Environmental Assessment and Reasons for Decision regarding the Paramount Resources Ltd. Significant Discovery Licence 8, 2D Geophysical Program (EA0506-007)

Dear Ms. Mackenzie-Scott:

On behalf of the federal Minister and the Responsible Ministers with jurisdiction related to the above-noted development, I am writing to thank you for providing us with the Report of Environmental Assessment and Reasons for Decision on Paramount Resources Ltd. Significant Discovery Licence 8, 2D Geophysical Program (EA0506-007), dated November 14th, 2006.

The Responsible Ministers are reviewing the report pursuant to paragraph 130 of the *Mackenzie Valley Resource Management Act* and will provide you with their response to the report's recommendations when they have completed their deliberations.

Sincerely,

Bob Overvold

Regional Director General

Northwest Territories

cc. The Honourable Rona Ambrose, P.C., M.P.

The Honourable Jim Prentice, P.C., M.P.

The Honorable Geoff Regan, P.C., M.P.

The Honourable Michael McLeod, M.L.A.