

4700 Bankers Hall West, 388 3rd Street SW Calgary, Alberta, Canada T2P 5C5 www.paramountres.com  
tel 403 290 3800 fax 403 262 7994

January 4, 2002

Mackenzie Valley Environmental Impact Review Board  
Box 938  
5102 - 50<sup>th</sup> Avenue  
Yellowknife NT X1A 2N7

Attention: Frank Pope, Acting Chair

Dear Sir:

**RE: PARAMOUNT RESOURCES LTD.  
CAMERON HILLS GATHERING AND PIPELINE PROJECT**

In reference to recommendation #13 in the Mackenzie Valley Environmental Impact Review Board Report of Environmental Assessment on Paramount Resources Ltd. Cameron Hills Gathering System and Pipeline, Paramount commits to provide compensation for wildlife harvesting impacts associated with the Cameron Hills Project.

Paramount Resources Ltd. will consult with the potentially affected communities of Fort Providence, Fort Providence Metis, Hay River Reserve, Kakisa and West Point to develop a Wildlife Harvesting Protocol. The scope of the Wildlife Harvesting Protocol will include compensation for hunting, trapping and fishing in the Cameron Hills Project Area. Paramount will provide fair and equitable compensation to individuals involved in hunting, trapping and fishing in the project area, in the event of adverse impacts demonstrated as a result of project related activities.

Paramount is prepared to commence the discussions for the development of the Protocol upon the Minister's acceptance of the EA Report, to facilitate project commencement mid-January 2002.

Should you require additional information, please contact Shirley Maaskant at (403)290-3618. Thank you for your assistance.

Yours truly,  
**PARAMOUNT RESOURCES LTD.**

Hugh Klaassen  
Corporate Operating Officer