Geological & Financial Consulting Services

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Mackenzie Valley Environmental Impact Review Board Box 938 – 5102- 50th Avenue Yellowknife NWT X1A 2N7 September 26, 2005

BY EMAIL

RE: MV2004C0039 Land Use Permit Application

Sidon International Resource Corp.

Dear Mr Erlich,

I am in receipt of you letter (email) dated September 13th, 2005 which is an attempt to stream line the process and I will address below.

I would like to put you on notice that we just finished applying for 24 drill sites in British Columbia in areas where I believe land claims are still active just south of the 60th parallel (58°59'), and have been issued a temporary drill permit with in 2 weeks.

- Item 1. I do/did not have access to Topographic Maps for the areas that can be transmitted electronically. I have enclosed a copy of the area of the map and am sending the topo map by mail to satisfy this request. There is only one requested area for Sidon on Defeat Lake the north corner.
- Item 2 We can not yet determine where exactly the drill hole is going to be. Some ground proofing has to be undertaken prior to drilling. Because of the uncertainty of being able to drill, due to the permitting process and the MVEIRB's decision in the New Shoshoni situation, no preliminary work can be or is recommended to be undertaken which would enable us to determine exactly where we would drill until that uncertainty is removed. The water body that would be drilled would be probable on or near the shores of Defeat Lake which a portion to the south and east of Sidon's property was permitted and drilled last winter (2005).
- Item 3 The location of the drill hole will take into consideration topography, bush and water bodies to maximize efficiency and minimize impact. There are no indicated or known, or perceived archaeological sites within 5 kilometres of the property boundaries.
- Item 4 Helicopter would be the most reasonable and likely means of ingress and egress however snowmobile trails, or other means may be necessary in the event of an emergency or as may develop if the drilling became successful and people wanted to visit the drill site. Fixed wing aircraft may be employed and weather may force a land based ingress and egress plan. However as demonstrated in last years exploration drilling in the area by Snowfield's Development and in our venture east of Drybones Bay and on the east side of Defeat Lake.
- Item 5 We have made no further attempts to contact the YKDFN but have heard the continuing ongoing attempts by New Shoshoni to contact them (no return phone call), nor have I heard back from attempts I made last summer to contact them. My cell phone remains on at all times and I would be more then willing to discuss with them their concerns. However given their track record of setting meetings (New Shoshoni last March) and not attending; being asked to discuss the archaeologist's findings in regards to the new "archaeological sites" he (same man who was used for the original hearing) found (none) in Drybones Bay and met with an unresponsiveness, I did not deem it worth the effort for our small exploration campaign.

As I have indicated before and as we demonstrated when we were drilling in 2004 and 2005, we would be more than willing to address their specific concerns to the areas of our proposed work.

There is sufficient detail provided previously and now for the YKDFN to identify any areas or near areas of potential conflict. The MVLWB in granting the LUP acknowledged as much.

Trusting that this information answers the concerns raised.

Sincerely

Laurence Stephenson P.Eng. B.Sc. M.B.A.