

37999 YUKON INC.
34A Laberge Road
Whitehorse, YT Y1A 4T8

June 27, 2009

Mr. Albert Genier
Commission Chair
Peel Watershed Land Use Planning Commission
307 Jarvis Street, Suite 301
Whitehorse YT Y1A 2H3

RE: PEEL WATERSHED PLAN

Dear Sir,

37999 Yukon Inc. is a private holding company with mineral property holdings in the area covered by the land use plan prepared by your commission. I am writing to offer the commission our views on the proposed watershed plan and the process by which it was created.

Our company objects to the withdrawal of nearly 60% of the land in the basin from mineral exploration and development and to the withdrawal of access to large parts of the basin along natural communication corridors. Mineral claims are private property which include both the right to mine and a reasonable right of access to mine. Should this land use plan be implemented, we will lose our right of access and any reasonable hope of ever putting a deposit found on our claims into production. It is clear that most other mineral claim holders in the region face the same prospect.

The commission has ignored any reasonable consideration of the historical and future economic benefits of mining and exploration in the Peel Watershed. If implemented, the recommendations in this land use plan will expose the Yukon Government to very large demands for fair compensation for the value of seized property and lost investments. These measures will detrimentally affect the reputation of the Yukon as a stable jurisdiction in which to invest in mineral exploration. This in turn will affect the businesses and livelihoods of hundreds of Yukoners who are directly or indirectly employed in the mineral industry.

Finally, we object to the entire process by which the land use plan was developed. In developing this plan, the commission has ignored past beneficial land use by the mineral industry and the precedent set by almost 100 years of mineral exploration. As affected direct stakeholders we have never been consulted by this commission. The commission has failed to deliver the widest possible benefits to the people of the Yukon by arbitrarily excluding the largest industry in the Territory from consideration in the plan. Finally, it has clearly failed to discriminate between the interests of people with a

direct and significant interest in the area and other members of the public who have no material interest in the area. As an affected party, we can only conclude that this whole process and outcome was rigged against the mineral industry from the start.

We urge the commission to redraw the plan to preserve existing mineral rights and to identify and safeguard access corridors for future mineral, oil and gas development in the area.

Yours very truly,
37999 YUKON INC.

A handwritten signature in black ink, appearing to read 'Mike Power', written in a cursive style.

Mike. Power, M.Sc., P.Geol.
President

cc. Denis Fentie, Premier of the Yukon
Glen Hart, MLA Riverdale South