

Knob Hill
884648

TJS Knob Hill

Schroeter, Tom EM:EX

From: Peter Dasler @ Office DCCNET [pdasler@dccnet.com]
Sent: Thursday, April 22, 2004 2:43 PM
To: Thoroughgood, Garth A EAO:EX
Cc: Schroeter, Tom EM:EX; mjokry@hotmail.com
Subject: Knob Hill wind farm

Dear Mr Thoroughgood,

I have previously written to you to voice my concern about Sea Breeze energy requesting land use for a windmill farm over the mineral claims which my company holds at Knob Hill.

I read with interest that Sea Breeze intended to negotiate a settlement offer with my company Kamaka Resources. To this date I have had two casual meetings with Sea breeze, without a written compensation offer. I have pointed out to Sea Breeze that there are bonafide copper and gold exploration targets identified immediately in the vicinity of their proposed towers, and that I fully intend to continue work on the property to define these targets. Their activity would stop my ongoing programs.

The property is regarded by the BC Ministry of Mines as one of the few areas in the province which ranks the highest in terms of mineral potential. This classification was determined by the extensive survey work and evaluation carried out by the government in the "CORE" land assessment process in the 1980's and 1990's.

I found no detailed reference to the "CORE" process reports in the environmental and economic assessment of the property, carried out by Sea Breeze energy, and posted on your website. I believe that the evaluation was biased as to its review of the potential for the prior uses of the land (mineral exploration), so as to minimise the effect on their application.

I would ask you to give full and detailed consideration to the mineral potential of the property in any of your assessments of the Sea Breeze application. I also believe that you should consult with geologists in the BC Mines branch, (Mgr Tom Schroeter) so that you can make a more balanced view of their application, and my objections.

I would be very happy to meet with you at any time to further detail my concerns. Sea Breeze do not consider that the land can be used BOTH by mining and wind generation, because of the detrimental effects to wind towers by earthmoving activities, but on the other hand have not made written offers. I believe that they have been trying to "stonewall" me.

Any land use granted to Sea Breeze would sterilize the land for its historical and future (mineral development) use. This would produce extreme financial hardship for my company and my partners (Crystallex.. Marc Oppenheimer), and would deprive the population of BC of mineral exploration targets within the most prime mineral development areas of the province. I would like to point out that the benefits of a porphyry copper mine in this area would be similar to the long lasting benefits accrued through the development of the past producing Island Copper mine at Port Hardy. The target potential at Knob Hill is modeled on the Island Copper mine success, and the success of the numerous mineral deposits along the island Copper-Knob Hill trend.

Please consult with me, and review the application by Sea Breeze with regards to my longstanding and extensive exploration work directly on the land which they propose to use (and Sterilize for mining).