



Indian and Northern  
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Water Resources Division  
P.O. Box 1500  
YELLOWKNIFE, NT X1A 2R3

Your file - Votre référence

Our file - Notre référence

December 7, 2010

N7L1-1762

Randall Warren  
Shell Canada Energy  
Suite 400, 4 th Avenue SW,  
CALGARY, AB T2P 2H5



Dear Mr. Warren;

**Re: Shell Canada Energy  
Type B Water Licence N7L1-1762  
Security Deposits: 1. Acceptance of new Letter of Credit, and  
2. Return of expired Letter of Credit.**

I wish to acknowledge receipt of an Irrevocable Stand-by Letter of Credit (ILOC) number S198232 dated November 30, 2010 that was issued by the Toronto-Dominion Bank for the amount of \$2, 000, 000.00 which was required by the Northwest Territories Water Board's Type B Water Licence N76L1-1762 that was granted to Shell Canada Energy – Camp Farewell.

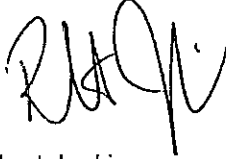
The security deposit is acceptable to Department on behalf of the Minister of the Indian Affairs and Northern Development as prescribed by Section 17 of the *Northwest Territories Waters Act* and Section 12 of the *Northwest Territories Waters Regulations*.

The original ILOC will be provided to the INAC/Corporate Services Directorate/Financial Services for safekeeping.

On November 30, 2010, the original security deposit expired and was not amended. Shell Canada requested that the expired ILOC and Amendment 1 be returned to the Toronto-Dominion Bank, the Department will return the documents under separate cover. The Department of Indian Affairs and Northern Development (a.k.a. Indian and Northern Affairs Canada) no longer requires or has an interest in the expired ILOC and Amendment 1 described in Attachment 1 – Summary Table.

If you have any comments or questions, please contact David Jessiman, Regulatory Research Specialist at (867) 669 - 2417 (b) or e-mail at [David.Jessiman@inac-ainc.gc.ca](mailto:David.Jessiman@inac-ainc.gc.ca) .

Yours sincerely,

A handwritten signature in black ink, appearing to read 'RJ', is written over the closing text.

Robert Jenkins,  
Acting Manager

cc: NWT Water Board  
INAC/Corporate Services Directorate/Financial Services  
INAC/North Mackenzie District, Inuvik  
Toronto-Dominion Bank

Attach/1

**Attachment 1 – Summary Table:**

**New Security Deposit**

<b>Water Licence</b>	<b>ILOC no.</b>	<b>Date</b>	<b>Amount</b>
N7L1-1762	Toronto-Dominion Bank S198232	November 30, 2010	\$2, 000, 000.00

**Expired Security Deposit**

<b>Water Licence</b>	<b>ILOC no.</b>	<b>Date</b>	<b>Amount</b>
N7L1-1762	Toronto-Dominion Bank G692540	December 22, 2000	\$250, 000.00
N7L1-1762	Toronto-Dominion Bank G692540, Amendment 1	December 13, 2005	\$1, 750, 000.00 (increase)

Total amount: \$2, 000, 000.00