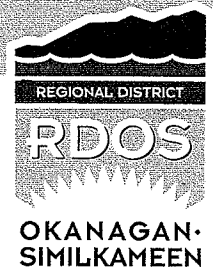


101 Martin Street, Penticton, British Columbia V2A 5J9
Tel: 250.492.0237 Fax: 250.492.0063
Toll Free: 877.610.3737
Email: info@rdos.bc.ca



August 12, 2010

File No.: 2300.20 Insurance Claims

E-mail: Scott.Macfarlane@icbc.com

Scott Macfarlane
Senior Legal Counsel
ICBC Corporate Law

Dear Sir/Madam:

Re: Failure of Testalinden Dam – Notice Under s. 286 of *Local Government Act*

This is to acknowledge receipt of your e-mail dated August 10, 2010 regarding the notice of a possible claim with respect to the failure of Testalinden Dam.

Please be advised that as the Testalinden Dam is not under the jurisdiction of the Regional District of Okanagan-Similkameen, the District is not liable for any damages that may have been caused by the failure of the dam.

I would suggest that you direct your correspondence to the Province of British Columbia Ministry of Environment as the Testalinden Dam is under their jurisdiction. BC Ministry of Environment Penticton Office mailing address is 102 Industrial Place, Penticton, BC V2A 7C8

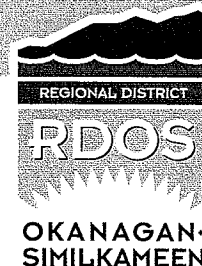
Yours truly,

A handwritten signature in black ink that reads "Cathy Cowan".

Cathy Cowan
Deputy Corporate Officer

cc Reader's File
S. Chow, MIABC – 604-683-6244
B. Newell, CAO
W. Everton, Manager of Finance

101 Martin Street, Penticton, British Columbia V2A 5J9
Tel: 250.492.0237 Fax: 250.492.0063
Toll Free: 877.610.3737
Email: info@rdos.bc.ca



August 12, 2010

File No.: 2300.20 Insurance Claims

Stacy F. Robertson
WGM Lawyers
Suite 1700 – 1075 West Georgia Street
Vancouver, BC V6E 3C9

Dear Sir/Madam:

Re: Failure of Testalinden Dam – Notice Under s. 286 of *Local Government Act*

This is to acknowledge receipt of your correspondence dated August 6, 2010 regarding the Topaz Properties Ltd. notice of a possible claim with respect to the failure of Testalinden Dam.

Please be advised that as the Testalinden Dam is not under the jurisdiction of the Regional District of Okanagan-Similkameen, the District is not liable for any damages that may have been caused by the failure of the dam.

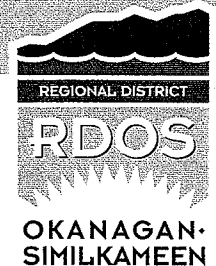
I would suggest that you direct your correspondence to the Province of British Columbia Ministry of Environment as the Testalinden Dam is under their jurisdiction. BC Ministry of Environment Penticton Office mailing address is 102 Industrial Place, Penticton, BC V2A 7C8

Yours truly,

Cathy Cowan
Deputy Corporate Officer

cc Reader's File
S. Chow, MIABC – 604-683-6244
B. Newell, CAO
W. Everton, Manager of Finance

101 Martin Street, Penticton, British Columbia V2A 5J9
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Toll Free: 877.610.3737
Email: info@rdos.bc.ca



August 12, 2010

File No.: 2300.20 Insurance Claims

Kathryn and Eugene Mercier

Dear Mr. and Mrs. Mercier:

Re: Failure of Testalinden Dam – Notice Under s. 286 of *Local Government Act*

This is to acknowledge receipt of your correspondence dated August 9, 2010 regarding the notice of a possible claim with respect to the failure of Testalinden Dam.

Please be advised that as the Testalinden Dam is not under the jurisdiction of the Regional District of Okanagan-Similkameen, the District is not liable for any damages that may have been caused by the failure of the dam.

I would suggest that you direct your correspondence to the Province of British Columbia Ministry of Environment as the Testalinden Dam is under their jurisdiction. BC Ministry of Environment Penticton Office mailing address is 102 Industrial Place, Penticton, BC V2A 7C8

Yours truly,

A handwritten signature in cursive script that reads "Cathy Cowan".

Cathy Cowan
Deputy Corporate Officer

cc Reader's File
S. Chow, MIABC – 604-683-6244
B. Newell, CAO
W. Everton, Manager of Finance