

Ministry of Ministère des
Natural Resources Richesses naturelles
50 Bloomington Road West
Aurora, Ontario
L4G 3G8

October 22, 2007

FILE COPY

Mr. Larry Preston
Floyd Preston Limited
18444 McCowan Road
Box 548
Mount Albert, Ontario
L0G 1M0

Dear: Mr. Preston

Subject: Aggregate Resources Act, Licence No. 6632
 Part Lots 8 & 9, Concession VII
 Town of East Gwillimbury, Regional Municipality of York

The above noted property was inspected by Ministry of Natural Resources (MNR) staff on October 12, 2007. This is to confirm that the final rehabilitation has been completed in accordance with the Aggregate Resources Act. An excellent job has been done on rehabilitating this property.

On March 21, 2006, your company, Floyd Preston Limited (FPL), established an Irrevocable Standby Letter of Credit (LOC), #BMTO123482OS at the Bank of Montreal, with the Ministry of Natural Resources Aurora District (MNR) named as the beneficiary. The LOC had been established in the amount of \$204,000.00. This LOC was subsequently amended on April 10, 2006 to extend the date of expiry to July 31, 2008, and at various time during 2007 to reduce the amount of the LOC to \$25,000.00.

As MNR staff is of the opinion that the work to date has been satisfactorily completed, MNR staff has no objection to releasing the remaining funds held under LOC #BMTO123482OS

It is the understanding of this Ministry that you will be providing a copy of this letter to your Bank Manager, in order to have LOC #BMTO123482OS released.

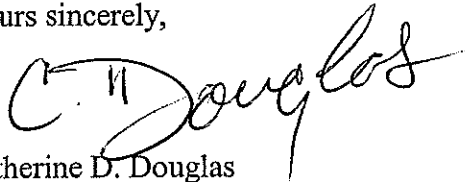
As requested in your letter of October 12, 2007, the surrender of Licence No. 6632 is being accepted in accordance with Section 19 of the Aggregate Resources Act. You no longer have any legal obligations for this licence under the Aggregate Resources Act. Please return your copy of the licence to this office for surrender.

Licence No. 6632

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Should you have any question or require further information regarding the above, please do not hesitate to contact me at this office.

Yours sincerely,

A handwritten signature in black ink, appearing to read "C. D. Douglas". The signature is written in a cursive style with a large, looped "D".

Catherine D. Douglas
Aggregate Resources Officer
Aurora District

Phone: (905) 713-7396

Fax: (905) 713-7396

cc Town of East Gwillimbury
Regional Municipality of York
The Ontario Aggregate Resources Corporation



Licence No. 6632

District Area: Aurora District
 YORK NORTH AREA
 Aggregate Officer: CATHY DOUGLAS

Status	Received Date:	Issue Date:	Effective Date:	Expiry Date:	Signing Date:
SR			Jul-22-1990		
SR			Jul-22-1990		
SR			Jul-22-1990		
IS			Jul-23-1990	Jul-22-1990	
AM		Jul-22-1990	Jul-23-1990	May-18-2000	
AM		Jul-22-1990	Jul-23-1990	Jul-22-1990	
AM		Jul-22-1990	Jul-23-1990	Jul-22-1990	
AM		May-18-2000	May-18-2000	Jan-03-2001	
AM		Jan-03-2001	Jan-03-2001	Oct-22-2007	
Current Status	Received Date:	Issue Date:	Effective Date:	Expiry Date:	Signing Date:
SR			Oct-22-2007		

Client: FLOYD PRESTON LIMITED
 Issued To: _____ Billed To: _____
 Address: 18444 McCowan Road, Box 548, MOUNT ALBERT, ON, LOG 1M0
 Location Name: Holt Pit
 Site Notes: Data Requires Attention by User. Please implement Tenure Type, Extraction Area and Category Values
 Data update by ARO Aurora Dist.

LEGAL DESCRIPTION

Geog. Twp. EAST GWILLIMBURY
 Upper Tier Munic. YORK R
 Lower Tier Munic. EAST GWILLIMBURY
 Notes
 Lot / Conc / Section Lot: PART 8 AND 9 Concession: 7 Section:



Licence No. 6632

District Area
 Aurora District
 YORK NORTH AREA
 Aggregate Officer CATHY DOUGLAS

L I C E N C E

Operation Type	Pit
Licence Type	CLASS A LICENCE > 20000 TONNES
Effective Date	Jul-23-1990
Expiry Date	Oct-22-2007
Maximum Tonnage	100000 tonnes
Licence Area	21.23 hectares
Extraction Area	15.15 hectares
Tenure Type	Lease
Lease Agmt Expiry	
SEO54 Number	
Amend Requested By	
Status Notes	TOARC has advised that the surrender pending production report has been rec'd (no aggregate removed in 2007) and that there are no outstanding fees 2007 licence fee has been waived