PROTOCOL AGREEMENT

AMONGST:

YUKON ENERGY CORPORATION a publicly owned electrical utility that operates at arms length from the Yukon Government.

(YEC)

and

CHAMPAGNE AND AISHIHIK FIRST NATIONS a self-governing First Nation in the Yukon Territory;

(CAFN)

and

DAKWAKADA DEVELOPMENT CORPORATION a privately held investment firm, located in Whitehorse, Yukon wholly owned by the Champagne and Aishihik Trust.

(DDC)

Hereafter referred to as the "Parties".

WHEREAS:

- A. YEC desires to identify new sources of renewable energy to meet the growing needs of its customer base;
- B. There is an interest by the parties to explore renewable energy production potential within the Champagne and Aishihik First Nations traditional territory (TT);
- C. There is an interest in building a collaborative and respectful working relationship between the parties to move the Parties towards a partnership in renewable energy;
- D. CAFN and DDC are exploring economic opportunities associated with renewable energy production in CAFN TT.

THEREFORE THE PARTIES AGREE TO the following:

Shared Principals

1. The Parties agree to the following principle:

To build a strong and lasting relationship there must be open and effective communication that respects and promotes the sharing of information, ideas and opportunities in an equitable manner while respecting the distinct mandates of each of the Parties.

Objectives

- 2. The objectives of this agreement are:
 - To work together to develop a renewable energy development strategy for the CAFN TT that respects and reflects the economic, environment and communities interests within the TT;
 - To promote an equitable relationship that fosters a dialogue that enhances the assessment of energy potential and the identification of priorities for the production of renewable energy in the CAFN TT;
 - c. To enhance renewable energy economic opportunities for CAFN in their TT;
 - d. To develop a respectful and mutually beneficial relationship between the three parties to this agreement.

Priorities

- The Parties will work together to identify potential energy projects based on a dialogue that will identify project priorities and planning including indentifying, as required, the individuals who will be primarily responsible for coordinating and overseeing specific projects.
- 4. The Parties agree to assess the projects and to prioritize the projects based on community dialogue, the capacity of the parties and their affordability, flexibility, reliability and environmental responsibility. The parties agree that they will make efforts to develop preliminary timelines that reflect to ability of each party to effectively engage.
- 5. Parties commit to open communication. To this end each party agrees to identify primary contacts that will be responsible for being the point of contact for each party:

CAFN contact is:

Ian Robinson

Economic Development Manager Champagne and Aishihik First Nations 304 Jarvis Street Whitehorse, YT Y1A 2H2 867-456-6878

DDC contact is:

Murray Arsenault

General Manager Dakwakada Development Corporation 409 Black Street Whitehorse, YT Y1A 2N2 867-668-5831

YEC contact is:

Hector Campbell

Director, Resource Planning & Regulatory Affairs #2 Miles Canyon Road Box 5920 Whitehorse YT Y1A 6S7

- 6. The Parties will ensure that there is an on going effort to identify training and employment opportunities for CAFN Citizens related to the development of renewable energy in the TT that is affordable, flexible, reliable and environmentally responsible.
- The Parties commit to identify and support for funding requests related to capacity development and engagement of CAFN and DDC in the development of renewable energy in the TT.
- 8. The Parties agree to develop an action plan to ensure that the objectives and priorities set out in this Agreement are actively pursued and that the action plan will be included as an appendix to this agreement.

General

- 9. The Parties understand that this agreement is principally intended to promote and build a positive relationship and as such is not intended to be a legally binding agreement.
- 10. The Parties acknowledge that this agreement does not create or assume any support or commitment to any particular energy project in the CAFN TT.
- 11. The Parties agree to review this agreement in eighteen months.

THE PARTIES HEREBY commit to this new relationship on this the O / day of

James Allen

-Chief

Champagne and Aishihik First Nations

Piers MoDonald

Chair, Board of Directors

Yukon Energy Corporation

Richard Jamieson

Chair, Board of Directors

Dakwakada Development Corporation