



SUMMARY OF THE CONFIDENTIAL SETTLEMENT AGREEMENT

Settlement Amount

Canada will provide the UCCMM First Nation parties who filed the claims, a full and final settlement of the Claims related to Roads, ILMF, and Lots.

Release

The First Nations have agreed to provide a full Release of the Claims they made. By providing a full Release of the Claims, the First Nations will have agreed not to seek and pursue any future legal action against Canada for the Roads, ILMF, and Lots Claims.

Indemnity

The First Nations were required to agree that Canada may in future ask to be indemnified (all Canada's cost paid) if a third party should bring a future claim for the same Roads, ILMF and Lots Claims.

This is a standard clause in settlements agreements with Canada. It is in extraordinary circumstances that the indemnity clause would be triggered.

Solicitor's Certificate

Canada also requires First Peoples Law to sign a Solicitors Certificate of Independent Legal Advice.

Cynthia Westaway and First Peoples Law has been legal counsel for the UCCMM and the First Nation parties throughout negotiation of this settlement. First Peoples Law would be honored to provide the necessary Solicitor's Certificate for the Settlement.

Direction to Canada to Pay

The First Nations must also provide Canada with the Direction to Pay the settlement amount into an account or Trust designated by the First Nations.

The UCCMM has supported the First Nations to have a trust prepared to move the settlement funds from Canada's account to the First Nations common trust immediately, the Manitoulin Project Trust. It will be administered by a corporate Trustee and accrue any interest for the benefit of the First Nations. From the Manitoulin Project Trust, the funds will be allocated to the First Nations' account or trusts in accordance with the future directions and Tribal Council Resolution of the Chiefs.

Ratification

The Parties have agreed to a Ratification Vote on the terms and conditions of the Settlement Agreement by each First Nation. Each First Nation needs at least 25% plus 1 of its eligible voters to vote "Yes", and those who vote "Yes" must represent a majority of those who voted, in order for it to be ratified.