



January 26, 2017  
MTE File No. C41350-100

City of Guelph

To whom it may concern:

**Re: Letter of Reliance – Phase One Environmental Site Assessment,  
Phase Two Environmental Site Assessment,  
19, 29, 35, 41, 51, and 59 Lowes Road West, Guelph, ON**

MTE Consultants Inc. (MTE) has been asked to extend a letter of reliance to the City of Guelph for a Phase One Environmental Site Assessment (ESA) report and a Phase Two Environmental Site Assessment (ESA) report, both completed by MTE and delivered to Reid's Heritage Homes (the "Client") for 19, 29, 35, 41, 51, and 59 Lowes Road West, Guelph, ON ("Site"). The reports completed by MTE (herein "the Reports") are as follows:

- i) Phase One Environmental Site Assessment – 19, 29, 35, 41, 51, and 59 Lowes Road West, Guelph, ON, prepared for Reid's Heritage Homes, and dated June 7, 2016.
- ii) Phase Two Environmental Site Assessment – 19, 29, 35, 41, 51, and 59 Lowes Road West, Guelph, ON, prepared for Reid's Heritage Homes, and dated June 17, 2016.

MTE hereby authorizes the City of Guelph to rely on the Reports as if they were originally commissioned by them for the express and sole purpose of a financial transaction involving the Site. The reliance extended to the City of Guelph is subject to the same Scope of Services, Recommendations and Limitations as may be set out in the Reports. MTE's potential liability to the City of Guelph arising out of the Reports is limited to the amount of professional liability insurance coverage maintained (to a maximum of \$1 million CDN), or the loan amount, whichever is less, regardless of any limitation on liability agreed to by our Client.

The Reports, which the City of Guelph acknowledges they have read, identified the environmental conditions on the Site as they existed at the time of the investigations in June 2016. MTE has not returned to investigate these areas of the Site since the completion of the work in June 2016. The Reports are not intended to be exhaustive in scope or to imply a risk-free facility. It should be recognized that the passage of time may affect the views, conclusions and recommendations provided in the Reports because conditions on or surrounding a property can change, along with regulatory requirements.



The City of Guelph acknowledges and accepts that electronic media are susceptible to unauthorized modification, deterioration and incompatibility, and therefore, it is the sole responsibility of the City of Guelph to review, verify and determine the accuracy, integrity, quality, completeness and/or suitability of electronic media versions of the Reports. MTE expressly disclaims any responsibility or liability for unauthorized modifications to the electronic media versions of the Reports. In any event, it is the responsibility of the City of Guelph to obtain a copy of the Reports directly from MTE.

This reliance agreement is not assignable and does not confer any right or benefit upon any third party, nor does it extend reliance to any other report referenced in the MTE Reports. No copies of the Reports are to be produced or issued by the City of Guelph without the written consent of MTE.

Yours truly,

**MTE CONSULTANTS INC.**

A handwritten signature in blue ink that reads "Carol L. Mitchell".

Carol Mitchell, P. Eng., QP<sub>ESA</sub>  
Senior Environmental Engineer

SCP