January 10, 2020

MTE File No.: C42063-200

City of Guelph 1 Carden Street Guelph, ON N1H 3A1

To whom it may concern:

RE: Letter of Reliance – Phase I and Phase II Environmental Site Assessment Reports 190, 202, 210, 216 Arkell Road, Guelph, ON

MTE Consultants Inc. (MTE) has been asked to extend a letter of reliance to the City of Guelph for a Phase I Environmental Site Assessment (ESA) report and Phase II ESA report completed by MTE for Crescent Homes Ltd. (the "Client"). The reports were prepared for a consolidated residential parcel of land comprising four contiguous properties with municipal addresses 190, 202, 210, and 216 Arkell Road in Guelph, Ontario (the "Site").

The reports completed by MTE (herein the "Reports") are as follows:

- i. Phase I Environmental Site Assessment, 190-216 Arkell Road, dated November 16, 2018 by MTE Consultants Inc.
- ii. Phase II Environmental Site Assessment, 190-216 Arkell Road, dated January 10, 2020 by MTE Consultants Inc.

The reports identified the environmental conditions on the Site as they existed at the time of the investigations, pursuant to the scope of work completed at that time, as agreed to by our Client. 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. It is also noted that the Reports do <u>not</u> address municipal planning matters or geotechnical considerations.

Subject to the above, 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 the potential redevelopment of 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) regardless of any limitation on liability agreed to by our Client.

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 copies 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 that may be referenced in the Reports. No copies of the Reports are to be produced or issued by the City of Guelph without the consent of MTE.

Yours Truly,

MTE Consultants Ipc.

Robert Reaume, P. Eng., QPESA

Division Manager, Environmental Kitchener

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