PRAIRIE PRODUCTION CENTRE

2600 Seven Evergreen Place
Winnipeg, Manitoba
R3L 2T3

Telephone: (204) 475-9090
Facsimile: (204) 452-5505

August 6, 2004

Mr. Jim Paterson
Planning, Property & Development
City of Winnipeg
3rd Floor, 65 Garry Street
Winnipeg, Manitoba, R3C 4K4

Dear Jim:

Re: Prairie Production Centre (PPC)

As indicated to you in a voice message on July 23, 2004, the Limited Partners have concluded arrangements with the Province of Manitoba to have the Manitoba Centennial Corporation assume ownership of PPC on September 30, 2004.

Consequently, it is imperative for you to process our request for a City of Winnipeg grant in lieu of 2003 and 2004 property and business tax arrears.

Please advise of any information or assistance that you require to present our request to Council at its September meeting.

Thank you for your consideration of this matter.

Please advise

Yours truly,

3755747 MANITOBA LIMITED
As General Partner for
PRAIRIE PRODUCTION CENTRE

ARNI C. THORSTEINSON
President

cc James Umlah, Crocus Investment Fund

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August 6, 2004

Mr. Jim Kilgour
Industry, Trade & Mines
Manitoba Government Service
1040 – 259 Portage Avenue
Winnipeg, Manitoba, R3B 3P4

Dear Jim:

Re: Sale of Prairie Production Centre to Manitoba Centennial Corporation

Further to our negotiations last month, we are pleased to accept your purchase proposal. We detail the accepted proposal as follows:

1.	Closing Date:	September 30, 2004
2.	Additional MIOP Loan Advance:	$75,000
3.	MIOP Loan Guarantees:	All MIOP loan guarantees will be released on closing.
4.	First Mortgage Assumption:	Manitoba Centennial Corporation will assume existing first mortgage loan from Assiniboine Credit Union.
5.	Purchase Price:	$1.00

Please forward the Financial Statements to Brent Patterson at Assiniboine Credit Union, 200 Main Street, Winnipeg, Manitoba, R3C 2G1 in order that the first mortgage assumption request may be processed.

Please advise if you require any other information to conclude the transaction.

Yours truly,

3755747 MANITOBA LIMITED
As General Partner for
PRAIRIE PRODUCTION CENTRE



ARNI C. THORSTEINSON
President

cc Crocus Investment Fund
David Asper
Marc Raymond
Hartley Richardson