PRAIRIE PRODUCTION CENTRE

2600 Seven Evergreen Place
Winnipeg, Manitoba
R3L 2T3

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

May 20, 2004

Ms. Annitta Stenning
Chief Administrative Officer
City of Winnipeg
3rd Floor, 510 Main Street
Winnipeg, Manitoba
R3B 1B9

Dear Annitta:

Re: Sale of Prairie Production Centre (PPC) to Manitoba Centennial Corporation

As you are aware, PPC has experienced severe financial problems due to the 2003 insolvency of our major tenant, Mind's Eye Pictures. In order to ensure the continuing availability of the film production studio in Winnipeg the Manitoba Centennial Corporation has agreed, in principle, to acquire and operate the facility. As part of the transaction we are requesting the City of Winnipeg forgo unpaid 2003 and 2004 property and business taxes (copy of 2004 tax bills are enclosed).

Please consider this letter as our formal request for waiving unpaid taxes. The writer can provide any other further information required to consider our request.

Yours truly,

3755747 MANITOBA LIMITED
As General Partner for
PRAIRIE PRODUCTION CENTRE

ARNI C. THORSTEINSON
President

cc Jim Kilgour, Manitoba Government Services
Gord Vidal, EPC Secretariat