



December 5, 2014

INFORMATION BULLETIN

Subject; Edwards and Associates Difficulties and Taan's Response

As most of you know, Edwards and Associates, the major logging contractor on Tree Farm Licence held by Taan Forest, has encountered difficulties in their business to the extent operations are currently shut down.

At this time, we are aware Edwards is in the process of determining its ability to recommence operations on these areas and bring their workers back. The probability of this occurring and the associated timing for return to work is unknown at this time.

Taan is actively seeking options to attempt to mitigate the impact of this shutdown. In the short term, Taan is taking the following actions;

- Active discussions with Edwards towards either a solution or transition strategy.
- Accelerating the tendering of some logging blocks to enable local contractors to increase their operations
- Reviewing legal rights of affected workers
- Determining options to get affected workers back working on the Edwards areas

Taan is committed to finding a way to mitigate this difficult situation. The hope is a solution that serves to better position forest workers and the business for the future.

Lastly, we understand many rumours are circulating regarding this situation including some questions regarding Taan's financial situation. There are no issues with the financial stability of Taan. Suggestions to the contrary are simply unfounded and untrue.

We look forward to finding a solution sooner than later.

