

Palm Resources Cameroon Ltd

A Subsidiary of **Biopalm**
Energy Limited

PRCLtd

Kribi, 11th June 2014

To Mr Sylvain Tardy

Dear Sir;

I was copied your mail to Biopalm Energy Ltd requesting more transparent exchange of information, and your desire to ensure that Biopalm adopts the necessary safeguard policies to respect the Rights of Local Communities and Environment in its operations in Cameroon.

I'm pleased to know that you have a follow up of our field activities and inform me that we maintain good contacts and relations with the Central and Local Administrations; Local communities and the many local and International Investors in Kribi newly economic zone.

On January 2011; Biopalm signed a MoU with the Government to develop a Palm Oil agro-industry in Cameroon; therefore taking advantage of the Cameroon Agricultural Policy and the recent invitation made to foreign investors in agriculture to come to Cameroon.

Suitable land for Oil Palm production were chosen by the government of Cameroon and shown to Biopalm for a Pilot plantation in BELA (Lokoundje subdivision; Ocean Division in the South Region) in two (2) parcels of 3348 Ha and 21 552 Ha; these areas were part of a zone already dedicated in the 70's to host estates of SOCAPALM, the recently privatized State Palm Oil Corporation.

BELA area was incorporated in State Private lands 17 years back (Decree 97/073/PM of 5 February 1997) and set aside as production land (Forest/Agriculture) as opposed to Fauna and Forest reserves in Cameroon which are part of the world heritage and named BIOSPHERE RESERVES.

The BELA area formerly identified for forest/agriculture production under the cited law had its land use system developed and implemented by the Canadian Agency for International Development (ACDI) since 1997.

Biopalm has not been not involved in the choice of the PILOT site for its plantation; but took part in the many related meetings that took place (1) PM's office; Ministry of Agriculture; Ministry of Land; Ministry of Forest; Ministry of Environment, (2)