

May 13, 2011

Mayor Frank Scarpitti  
The Corporation of the Town of Markham  
101 Town Centre Boulevard,  
Markham, ON L3R 9W3

RE: Toronto 2015 Pan/Parapan American Games  
Council Design Development Hold Decision

Dear Mayor Scarpitti,

I would like to thank you and your senior staff for the meeting with TO2015 on May 4, 2011.

In this meeting, we discussed the current status of the Markham Pool and Field House Project (the "Project"). We appreciate your feedback and concerns related to the Project.

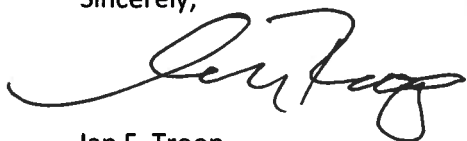
TO2015 is committed to working towards the provision of a high value facility that meets the legacy needs of the Town of Markham and serves as a venue for the Toronto 2015 Games. Our mandate is to deliver Games' venues on budget and in time for test events in the summer of 2014. Therefore, coming out of our discussions, TO2015 and The Town of Markham need to review a revised capital forecast which reflects best value for this facility.

TO2015 is extremely concerned the Town of Markham's Council has placed a unilateral one month hold on the design development of the Project. This was done without prior consultation with TO2015. This 'hold' is in addition to the two month schedule extension already granted to the Town of Markham by TO2015. These delays have now removed any schedule flexibility to meet our deadline. Further, costs are being incurred by Infrastructure Ontario and B+H Design due to the stopping and starting of this project. Please know any incurred costs will be passed on to the Town of Markham.

As a result, TO2015 needs confirmation by June 2 that the Town of Markham remains committed to this Pan Am project.

The Town of Markham continues to be a valued partner of TO2015 and we look forward to a timely, mutually acceptable resolution to this matter.

Sincerely,



Ian F. Troop  
Chief Executive Officer  
Toronto 2015 Pan/Parapan American Games