November 26, 2018

CORPORATION OF TEMAGAMI MUNICIPALITY OF TEMAGAMI

PO BOX 220
LAKE SHORE ROAD
TEMAGAMI
Ontario
P0H 2H0

Attention: BARRY TURCOTTE

Dear Barry,

We would like to thank you for your interest in our company and our products, and are pleased to quote the following for your consideration.

**One Only New 2019 CATERPILLAR Model: 420F2 IT Tier 4 Final Backhoe** with the following specs:

**Standard Equipment**

**BOOMS, STICKS, AND LINKAGES**
- 14’4” Center pivot excavator style backhoe
- Pilot operated joystick hydraulic controls with pattern changer valve
- Pilot operated stabilizer controls
- Boom transport lock
- Swing transport lock
- Street pads stabilizer shoes
- Anti-drift hydraulics

(Boom, Stick and E-Stick)
Cat Cushion Swing(tm) system
Bucket level indicator
Lift cylinder brace
Return-to-dig (auto bucket positioner)
Self-leveling loader with single lever control
Transmission neutralizer switch
Single Tilt Loader

**POWERTRAIN**
- Cat C4.4, 74.5KW (Net 92HP / 69kW)
- Direct Injection Turbo Charged Engine, with ACERT technology.
- US EPA Tier4 Final Emissions Compliant with Selective Catalytic Reduction(SCR)
- Water separator with service indicator
- Thermal starting aid system
- Eco mode
- A dry-type axial seal air cleaner with integral precleaner, automatic dust ejection system & filter condition

Disk brake with dual pedals & interlock
Differential lock
Drive-line parking brake
High Ambient Cooling Package
Torque converter
Transmission--four speed synchro mesh with power shuttle & neutral safety switch
Spin-on fuel, engine oil & transmission oil filters
Outboard planetary rear axles
indicator
Hydraulically boosted multi-plate wet

HYDRAULICS
Load sensing, variable flow system
  with 43 gpm axial piston pump
6 micron hydraulic filter
O-ring face seal hydraulic fittings
Caterpillar XT-3 hose

Open Circuit Breather
Hydraulic oil cooler
Pilot control shutoff switch
PPPC, Flow-sharing hydraulic valves
Hydraulic suction strainer

ELECTRICAL
12 volt electrical start
150 ampere alternator
Horn and Backup Alarm
Hazard flashers/turn signals
Halogen head lights (4)
Halogen rear flood lights (4)
Stop and tail lights
Audible system fault alarm

Key start/stop system
880 CCA maintenance free battery
Battery disconnect switch
External/internal power receptacles(12v)
Diagnostic ports for engine and machine
Electronic Control Modules
Remote jump start connector

OPERATOR ENVIRONMENT
Lighted gauge group
Interior rearview mirror
ROPS canopy, Rear Fenders
2-inch retractable seat belt
Tilt steering column
Steering knob

Hand and foot throttle
Automatic Engine Speed Control
One Touch Low Idle
Floor mat and Coat Strap
Lockable storage area
Air suspension seat

OTHER STANDARD EQUIPMENT
Hydrostatic power steering
Standard Storage Box
Transport tie-downs
Ground line fill fuel tank with 44
gallon capacity
Ground line fill diesel exhaust fluid
tank with 5 gallon capacity
Rubber impact strips on radiator guards

Bumper
CD-ROM Parts Manual
Backhoe Safety Manual
Operations and Maintenance Manual
Lockable hood
Tire Valve Stem Protection
Long Life Coolant -30C (-20F)
Padlocks (2 on ST, 3 on IT)

Other Components

Description
420F2 BHL IT, TIER 4 FINAL, HRC
***CUTTING EDGE, TWO PIECE,WIDE
***STABILIZER PADS, FLIP-OVER
***BELT, SEAT, 2" SUSPENSION
***BEACON, MAGNETIC MOUNT
***CAT BUCKET, 24" 6.2 CUBIC FOOT HEAVY DUTY
***CAT BUCKET, 1.31 CUBIC YARD GENERAL PURPOSE IT
***TIRES,340 80R18/500/70-24 MICHELIN
***FENDERS, FRONT
***COUNTERWEIGHT, 1015 LBS
***SECURITY SYSTEM, KEYPAD
***SEAT, DELUXE FABRIC, HEATED
***RIDE CONTROL
***LINES, COMBINED AUXILIARY, EXTENDIBLE STICK
***COLD WEATHER PACKAGE, 120V HRC
***PLATE GROUP - BOOM WEAR
INSTRUCTIONS, ISO
***HYDRAULICS, MP, 6FCN/8BNK, IT
***POWERTRAIN, 4WD, AUTOSHIFT
***CAB, DELUXE
***AIR CONDITIONER, T4
***STICK, EXTENDABLE, 14FT
***ENGINE, 74.5KW, C4.4 ACERT, T4F
***COUPLING, QUICK DISCONNECT, THREADED WITH CAPS
***WORKLIGHTS (8) HALOGEN LAMPS
PREP PACK, CANADA
RADIO, FM BLUETOOTH
SERIALIZED TECHNICAL MEDIA KIT
PRODUCT LINK, CELLULAR, PL641I
SHIPPING/STORAGE PROTECTION
RUST PREVENTATIVE APPLICATOR
***CAT HYDRAULIC THUMB
***CAT MANUAL DUAL LOCK PIN GRABBER COUPLER
Price: (plus applicable taxes)

<table>
<thead>
<tr>
<th>Description</th>
<th>Amount</th>
</tr>
</thead>
<tbody>
<tr>
<td>Sell Price (Ex Works Temagami Public Works Garage)</td>
<td>$154,611.02</td>
</tr>
<tr>
<td>Extended Warranty</td>
<td>Included</td>
</tr>
<tr>
<td>Trade Allowance</td>
<td>($30,000.00)</td>
</tr>
<tr>
<td><strong>Grand Total</strong></td>
<td><strong>$124,611.02</strong></td>
</tr>
</tbody>
</table>

Includes all CAT Governmental / Municipal pricing discounts

<table>
<thead>
<tr>
<th>Model</th>
<th>Make</th>
<th>Serial Number</th>
<th>Year</th>
<th>Trade Allowance</th>
</tr>
</thead>
<tbody>
<tr>
<td>420EIT</td>
<td>CATERPILLAR(AA)</td>
<td>0DAN00531</td>
<td>2011</td>
<td>$30,000.00</td>
</tr>
</tbody>
</table>

Warranty

Standard Warranty: 12 months complete machine warranty included
Extended Warranty: 5 YR/5000 HR Extended Powertrain warranty included

Payment Terms OAC

Total = Sell price with trade applied ($124,611.02) + HST ($16,199.43) = $140,810.45
Grand Total = $140,810.45 + $550.00 Cat Finance Fee = $141,360.45

Finance Terms

<table>
<thead>
<tr>
<th>CASH WITH ORDER</th>
<th>BALANCE TO FINANCE</th>
<th>TERM</th>
<th>MONTHLY PAYMENT</th>
<th>RATE (FIXED)</th>
</tr>
</thead>
<tbody>
<tr>
<td>$141,360.45</td>
<td></td>
<td>48</td>
<td>$3,287.55</td>
<td>5.50%</td>
</tr>
<tr>
<td>$141,360.45</td>
<td></td>
<td>60</td>
<td>$2,700.15</td>
<td>5.50%</td>
</tr>
</tbody>
</table>

The above finance is based on the following:
- Taxes are included in payment
- The above is subject to approval by Caterpillar Finance

Additional Considerations

- U.S. Exchange rate
- Unit arriving mid-January, available subject to prior sale

We wish to thank you for the opportunity of quoting on your equipment needs. Prices are subject to change at any time. If there are any questions, please do not hesitate to contact me at 705-918-5073.

Sincerely,
Ivan Lachapelle,
Territory Manager