

October 19, 2015

Prince Rupert Gas Transmission Ltd.
450 - 1st Street SW
Calgary, Alberta T2P 5H1

Attention: Prince Rupert Gas Transmission Ltd.

Re: Multi-Use Site (Camp Site, Laydown Yard and Stockpile Sites) Permit for Secondary Oil and Gas Activities - Section 39 over Crown Land, Cassiar District within units 24, 25, 34 & 35, Block G, 93-M-7.

Date of Issuance: October 19, 2015
Commission File No: 9640937
Applicant File No: 130316 (Ancillary Site 118 & 119)

PERMISSIONS

The Oil and Gas Commission ("Commission") hereby authorizes the holder of permit number 9640937, under section 39 of the *Land Act*, to allow Prince Rupert Gas Transmission Ltd. (the "permit holder") to occupy Crown land within the areas described as Multi-Use Site in the attached sketch plan: FOCUS: 131221SK02R1, Revision 1, dated September 9, 2014 as submitted to the Commission in the permit application dated September 18, 2014 (hereinafter referenced together as the "Site"), to construct and operate a Multi-Use Site (Camp Site, Laydown Area and Stockpile Sites) under Authorization Number 945686, subject to the conditions set out below.

CONDITIONS

1. The permit holder may use and occupy the Site only for the purposes of constructing and operating a Multi-Use Site (Camp Site, Laydown Yard, and Stockpile Sites) for oil and gas activities and related activities as defined in the *Oil and Gas Activities Act*.
2. The total disturbance within the Site must not exceed:
 - a. Camp: 25.94 ha.
 - b. Laydown Yard: 12.25 ha.
 - c. Stockpile Site: 9.26 ha.
 - d. Stockpile Site: 8.33 ha.
3. A Section 39 License of Occupation for the Crown Land portion of this Camp Site, Laydown Yard and Stockpile Sites is attached. The permit holder is subject to the conditions contained in the Licence of Occupation.
4. Within 60 days of the completion of the clearing phase, the permit holder must submit to the Commission a post-construction plan as an ePASS shape file accurately identifying the locations of the overall disturbance within the Site.

5. The permit holder must abide by and comply with all applicable laws, bylaws, orders, directions, ordinances, and regulations of any government authority having jurisdiction in any way affecting its use or occupation of the Site, including, without limitation, the provisions of the *Land Act* and the provisions of this Permit.
6. The permit holder must notify the Commission a minimum of 48 hours prior to the commencement of activities under this permit. Notification must be sent to OGC.ExternalNotifications@bcogc.ca.
7. An Archaeological Impact Assessment (AIA) is required for the proposed development area prior to any development activities taking place.
8. An AIA report must be submitted to the Commission as soon as practicable.
9. If artifacts, features, materials or things protected under section 13(2) of the Heritage Conservation Act are identified the permit holder must, unless the permit holder holds a permit under section 12 of the Heritage Conservation Act issued by the Commission in respect of that artifact, feature, material or thing:
 - a. immediately cease all work in the vicinity of the artifacts, features, materials or things;
 - b. immediately notify the Commission and the Archaeology Branch of the Ministry of Forests, Lands and Natural Resource Operations; and
 - c. refrain from resuming work in the vicinity of the artifacts, features, materials or things except in accordance with an appropriate mitigation plan that has been prepared in accordance with the Heritage Conservation Act and approved by the Commission.
10. The permit holder must provide a minimum of 5 business days notice to Lake Babine Nation and Yekooche First Nation prior to commencing any construction activities under this permit.
11. In all locations where run-off from the permitted area may flow into a watercourse, the permit holder must contour and stabilize banks and approach slopes and install berms, silt fences, cross ditches, or other alternative effective measures as appropriate to minimize erosion and avoid sediment deposit into the watercourse.
12. Prior to the expiry of this permit, the permit holder must re-vegetate, using seed or vegetative propagules of an ecologically suitable species or implement other measures, to the satisfaction of the Commission, that promote the restoration of the wildlife habitat that existed on the area before the activity was begun and stabilize the soil if it is highly susceptible to erosion.
13. The permit holder will restore the site to the satisfaction of the Commission following expiration or cancellation of this Permit.

CUTTING PERMIT AUTHORIZATION

1. The Commission hereby issues the Permit holder Cutting Permit No. 30 under Master Licence to Cut number M02374, subject to the following conditions:
 - a. This Cutting Permit is subject to the terms and conditions in the Master Licence to Cut.
 - b. This Cutting Permit applies to only the Crown land portion shown on survey plan associated with this permit (sketch plan number, FOCUS: 131221SK02R1, sheet: 1 of 1, revision 1, dated September 9, 2014).
 - c. All harvested Crown timber must be marked with Timber Mark Number MTB 305.

- d. This Cutting Permit is deemed spent upon the submission of the "Post-Construction Plan" or upon either the cancellation or the expiry of the "permitted oil and gas activity".
 - e. This Cutting Permit does not grant the Permit Holder the exclusive right to harvest timber from the License area and the Commission reserves the right to grant rights to other persons to harvest timber from the License area.
 - f. The felling, bucking and utilization specifications as described in Appendix A of your Master License to Cut applies to this Cutting Permit.
 - g. Stumpage for this Cutting Permit will be calculated as per Table 6.7 in the Interior Appraisal Manual
 - Where timber felled on the cutting authority area that will not be removed from the site, volume billed will be based on an approved alternate method of scale.
 - h. Timber that is stored in decks or piles must be marked with the correct timber mark before transportation, or at the end of every shift. The marking must be applied to one end of at least 10% of the timber pieces in each deck or pile using a hammer indentation or paint. Marking must be kept concurrent with decking.
 - i. Where the Permit Holder is aware of overlapping forest tenure rights that have been granted to other persons, the Permit Holder is obligated to communicate to these persons the timing and extent of their harvest operations at least two weeks prior to commencement of harvest and take all reasonable steps to coordinate their activities with these persons.
 - j. In accordance with the Master Licence to Cut referenced above, "Within 60 days of completing operations on a Cutting Permit, the Licensee shall submit to the Commission a map showing all disturbances that have occurred pursuant to that Cutting Permit, at a scale of 1:20,000 or 1:50,000".
2. This permit authorizes a maximum total new cut area within the Site of:
- a. Camp: 25.94 ha.
 - b. Laydown Yard: 12.25 ha.
 - c. Stockpile Site: 9.26 ha.
 - d. Stockpile Site: 8.33 ha.

The attached plan(s) form an integral part of this authorization.



Johannes Bendle
Review Approval Resource Officer

pc: Roy Northern Land and Environmental
OGC File: 9640937
Lake Babine Nation
Yekooche First Nation

