November 2, 2015

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

Attention: Prince Rupert Gas Transmission Ltd.


Date of Issuance: November 2, 2015
Commission File No: 9641010

PERMISSIONS

The Oil and Gas Commission ("Commission") hereby authorizes the holder of permit number 9641010, 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: 131220SK03R0, Revision 0, dated September 10, 2014 as submitted to the Commission in the permit application dated September 29, 2014 (hereinafter referenced together as the "Site"), to construct and operate a Multi-Use Site (Staging Area and Laydown Yard) under Authorization Number 945829, 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 (Staging Area and Laydown Yard) 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. Stockpile Site: 9.82 ha.
   b. Laydown Yard: 15.82 ha.

3. A Section 39 License of Occupation for the Crown Land portion of this Multi-Use Site (Staging Area and Laydown Yard) 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. A notice of construction start must be submitted to the Commission a minimum of 48 hours prior to the commencement of activities under this permit. Notification must be sent to OGC.ExternalNotifications@bcoqc.ca.
7. 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;
   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.

8. 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.

9. The site must not be located within the Riparian Management Area of any watercourse, wetland or lake.

10. Following completion of the activities authorized under this permit the permit holder must, as soon as practicable decompact any soils compacted by the activity.

11. If natural surface drainage pattern was altered by the carrying out of the activity, the permit holder must:
   a. restore, to the extent practicable, to the drainage pattern and its condition before the alteration;
   b. re-vegetate any exposed soil on the operating area using seed or vegetative propagules of an ecologically suitable species that
      i. promote the restoration of the wildlife habitat that existed on the area before the oil and gas activity was begun, and
      ii. stabilize the soil if it is highly susceptible to erosion;

12. Following completion of the activities authorized under this permit, any surface soils removed from the site must be redistributed so that the soil structure is restored, to the extent practicable, to its condition before the activity was begun.

13. The permit holder must not undertake clearing or significant maintenance activities within 200 meters of any active grizzly bear or black bear den that was identified by the survey conducted in accordance with condition 14, between December 1 and April 30.

14. Prior to commencing clearing associated with this permit, the permit holder must conduct a survey identifying any bear dens located within 200 metres of the permitted activity.

15. The permit holder must notify the Lake Babine Nation a minimum of five (5) working days prior to commencement of activities.

16. The permit holder must notify the Yekooche First Nations a minimum of five (5) working days prior to commencement of activities.

CUTTING PERMIT AUTHORIZATION

Cutting Permit under Master Licence to Cut under section 47.4 of the Forest Act

1. The Commission hereby issues the Permit holder Cutting Permit No. 6 under Master Licence to Cut number M02400, 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 (survey plan number Document No: FOCUS: 131220SK03R0, Revision 0, dated September 10, 2014).
   c. All harvested Crown timber must be marked with Timber Mark Number: MTB 007.
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 Section 6.7 in the Interior Appraisal Manual.

i. 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.

2. This permit authorizes a maximum total new cut area within the Site of 25.22 ha.

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

Justin Anderson
Authorized Signatory
Commission Delegated Decision Maker

pc. Roy Northern Land Service Ltd.
OGC File: 9641010
OGC First Nations (Lake Babine Nation, Yekooche First Nation)
MoFLNRO, Nadina
SPECIAL USE PERMIT
Gravel Pit, Rock Quarry
Ministry of Forests, Lands and Natural Resource Operations
156 224683

PROPOSED 9.82 ha MULTI-USE SITE 116D
N: 6078654 E: 329408

MINERAL/PLACER/COAL RESERVE
Ministry of Energy, Mines and Natural Gas
Tenure #329602

MINERAL/PLACER/COAL RESERVE
Ministry of Energy, Mines and Natural Gas
Tenure #330209

DATE: NAD83 PROJECTION: UTM ZONE10

TABLE OF CROSSINGS

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<th>No.</th>
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<td>PRGT</td>
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<td>2</td>
<td>Drainage-3 Classification</td>
<td>N: 6078975 E: 329689</td>
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<td>End of Proposed Access Road</td>
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TABLE OF AREAS

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<tbody>
<tr>
<td>Multi-Use Sites Within Crown Land</td>
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<td>0.27 ha</td>
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<td>Multi-Use Site 116D</td>
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<td>0.15 ha</td>
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<td>25.22 ha</td>
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<td>25.64 ha</td>
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<td>0.08 ha</td>
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<td>TOTAL AREAS</td>
<td>25.46 ha</td>
<td>0.50 ha</td>
<td>25.96 ha</td>
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NOTES:
- Project to be flagged at time of construction.
- Distances shown are in metres and decimals thereof.
- Proposed access approaches have not been swept for buried facilities.
- The nearest Residence is 25.85 km to the Southwest.
- This project is not within the Agricultural Land Reserve.
- Stream Classifications were compiled by Stantec during environmental assessments.
- The Stantec field verified wetlands and classifications data set (2014/08/08), covers an assessment area 100m beyond the proposed features.
- Cutblock data is confirmed using information from the Government of BC websites for Forest MapView and iMapBC. Information from these sources can be subject to change without notice. Focus Surveys (BC) and its employees take no responsibility for accuracy or completeness of this information.

LEGAL: Proposed Area
Road
Drainage
Seismic Line/Trail
Cutblock
Stantec Stream Classification-61 thru 65
Stantec Stream Classification-Non Visible Channel

LEGEND:
- Surveyed
- Unsurveyed

GUIDE
700500
TRAPPER
687005

REFERENCES:
- Special Use Permit
- Mineral/Placer/Coal Reserve
- Ministry of Energy, Mines and Natural Resources
- Tenure Numbers
- Forest MapView
- iMapBC
- Government of BC

FOCUS
131220SK03R0
ePASS: 10048754
ePASS ROAD: 10048753
SHEET: 1 of 1

PRINCE RUPERT GAS TRANSMISSION LTD.

SKETCH PLAN SHOWING PROPOSED MULTI-USE SITE 116C (15.82 ha), MULTI-USE SITE 116D (9.82 ha), AND PROPOSED 20x163m ACCESS ROAD FROM b-92-B, 93-K-13 TO a-93-B, 93-K-13, ALL WITHIN UNITS 83, 92, 93, & 94, BLOCK B, 93-K-13

Unsurveyed Crown Land, Range 5 Coast District

BCGS: 93K.082

The intended plot size of this plan is 432mm in width by 280mm in height when plotted at a scale of 1:5000 (use B size sheet)

REV.
131220SK03R0
2014/06/10
JM

FOCUS: 10048754
ePASS: 10048753
SHEET: 1 of 1