January 19, 2017

Application Determination No: 100084519

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

Attention: Surface Land Administrator

Re: Correction of Sump Permit

The Oil and Gas Commission hereby corrects the Permit and Authorizations Associated with the Permit identified in the spatial data submitted to the Commission in permit application OGC# 9642399 on May 6, 2015, containing 86.3 hectares, more or less, the (“Land”) has been accepted by us, as follows:

- Permissions 1 (3) to read: The total disturbance within the operating area must not exceed 8.63ha.

The permit holder must comply with all conditions in the original permission and any additional conditions as noted above.

This letter forms an integral part of your Permit and should be attached thereto.

Andrew Osmond
Authorized Signatory
Commission Delegated Decision Maker

cc: Roy Northern Land Service Ltd.
   OGC File: 9642399
   MoFLNRO:
   OGC First Nations (CSTC, TLAZ, YFN)
August 2, 2016

Prince Rupert Gas Transmission Ltd.
450 – 1st Street SW
Calgary, Alberta
2TP 5H1

Attention: Keri-Lynn Bruce

RE: Sump within Units 66, Block H, 93-K-14; Units 4 & 5, Block J and Units 94 & 95, Block G, 93-K-14; Units 77 & 87, Block G, 93-K-14 and DL 4680; Units 87 & 88, Block G, 93-K-14 and DL 4680 & 4681; Units 68 & 78, Block G, 93-K-14 and DL 4680, Unit 69, Block G, 93-K-14

Date of Issuance: August 2, 2016
Commission No.: 9642399

PERMISSIONS

Petroleum and Natural Gas Act

1. Pursuant to section 138(1) of the Petroleum and Natural Gas Act, the permit holder is permitted to enter, occupy, and use any unoccupied Crown land located within the areas described in the attached sketch plan, WSP FILE: 130509SK14R0, Sheet 1-6 of 6, revision 0, dated March 11, 2015 (the "construction plan"), by WSP Surveys (BC) Limited Partnership as submitted to the Commission in the permit application dated May 6, 2015 to construct and operate a related activity for the purposes of carrying out oil and gas activities as defined in the Oil and Gas Activities Act (hereinafter referenced together as the "operating area"), subject to the conditions set out below.

   (1) The permission to occupy and use Crown land expires two years from the date of issuance, unless the Commission has received notice of construction start, or this permit is otherwise extended, suspended, cancelled, surrendered or declared spent.

   (2) The permission to occupy and use Crown land does not entitle the permit holder to exclusive possession of the operating area.

   (3) The total disturbance within the operating area must not exceed 86.34 ha.

AUTHORIZATIONS

Forest Act

2. Pursuant to section 47.4 of the Forest Act, the permit holder is authorized to remove Crown timber from the operating area under Cutting Permit No. 11 under Master Licence to Cut number M02371.

3. This Cutting Permit is deemed spent upon the submission of the post-construction plan or upon either the cancellation or the expiry of the activities authorized by this permit.

CONDITIONS
Notification:

4. 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 via OGC.ExternalNotifications@bcogc.ca.

5. Within 60 days of the completion of construction activities under this permit, the permit holder must submit to the Commission a post-construction plan as a shapefile and PDF plan accurately identifying the location of the total area actually disturbed under this permit. The shapefile and plan must be submitted via eSubmission.

6. The permit holder must notify Yekooche First Nation a minimum of five (5) days prior to commencement of activities.

7. The permit holder must notify Tl'azt'en Nation a minimum of five (5) days prior to commencing of activities.

General:

8. The rights granted by this permit in relation to unoccupied Crown land are subject to all subsisting grants to or rights of any person made or acquired under the Coal Act, Forest Act, Land Act, Mineral Tenure Act, Petroleum and Natural Gas Act, Range Act, Water Sustainability Act or Wildlife Act, or any extension or renewal of the same.

9. The permit holder must not assign, sublicense or transfer this permit or permit any person to use or occupy Crown land, other than its employees, contractors, or representatives, without the Commission’s written consent.

10. The permit holder must ensure that any Crown land within the operating area is maintained in a condition so as to minimize hazards, including but not limited to hazards associated with storage of materials and equipment.

11. The permit holder must ensure that any Crown land within the operating area is free of garbage, debris and unused equipment.

Environmental:

12. No sump sites are to conflict with any Wildlife Tree Retention Areas.

13. No sump sites are to be located within the Riparian Management Area of any water course, wetland or lake.

14. Drilling waste disposal, sump construction, registration, and decommissioning must be performed in accordance with the requirements of the British Columbia Oil and Gas Handbook Drilling Waste Management Chapter.

15. Following completion of the construction activities authorized under this authorization the permit holder must, as soon as practicable,

   (1) decompact any soils compacted by the activity;

   (2) if natural surface drainage pattern was altered by the carrying out of the activity, the permit holder must restore, to the extent practicable, to the drainage pattern and its condition before the alteration; and

   (3) ensure re-vegetation of any exposed soil on the operating area including, where necessary, using seed or vegetative propagules of an ecologically suitable species that

      (a) promote the restoration of the wildlife habitat that existed on the operating area before the oil and gas activity was begun, and

      (b) stabilize the soil if it is highly susceptible to erosion.

16. Following completion of the activities permitted under this permit, any surface soils removed from the operating area must be redistributed so that the soil structure is restored, to the extent practicable, to its condition before the activity was begun.
Clearing:

17. All harvested Crown timber must be marked with Timber Mark Number MTB 444.

18. Cutting Permit No. 11 does not grant the permit holder the exclusive right to harvest Crown timber from the operating area. Authority to harvest some or all of the timber may be granted to other persons. The permit holder's right to harvest timber applies to any timber found on the operating area at the time they undertake harvesting activities.

19. Stumpage for Cutting Permit No. 11 will be calculated in accordance with the Interior Appraisal Manual as amended from time to time. In the current version of the Manual, stumpage will be determined in accordance with Table 6-3 (volume based).

20. The Interior merchantability specifications and monetary waste billing requirements in the Provincial Logging Residue and Waste Measurement Procedures Manual that are in effect upon issuance of this authorization apply to any waste assessments required under Master License to Cut M02371.

21. The holder of Cutting Permit No. 11 must pay to the government, stumpage and any waste billing determined in accordance with the terms of this authorization.

22. The permit holder is authorized to fell any trees located on Crown land within 1.5 tree lengths of the operating area that are considered to be a safety hazard according to Workers Compensation Act regulations and must be felled in order to eliminate the hazard. Trees or portions of these trees that can be accessed from the operating area without causing damage to standing timber may be harvested.

23. This permit authorizes 8.63 hectares of new Crown land area disturbance only.

Archaeology:

24. An Archaeological Impact Assessment (AIA) is required for the proposed development area prior to any development activities taking place.

25. An AIA report must be submitted to the Commission as soon as practicable.

26. 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 Archaeology Branch of the Ministry of Forests, Lands and Natural Resource Operations.

ADVISORY GUIDANCE

1. Appropriate tenure will be issued upon acceptance of the post-construction plan. Submission of the original application and submission of the post-construction plan is considered an application for all subsequent applicable Land Act tenures. Upon the Commission's acceptance of the post-construction plan no further applications for replacement tenure are required.

2. Unless a condition or its context suggests otherwise, terms used in this authorization have the same meaning as the Environmental Protection and Management Regulation under the Oil and Gas Activities Act.
The attached plan(s) forms an integral part of this permit.

Andrew Osmond
Natural Resource Officer

pc: Roy Northern Land Service Ltd.
Commission No.: 9642399
Worksafe BC
MoFLNRO: Fort St. James Forest District
OGC First Nations: CSTC, TLAZ, YFN