Licence No.: 2242

Licence Issued: February 14, 1997

In accordance with the Manitoba Environment Act (C.C.S.M. c. E125)

THIS LICENCE IS ISSUED TO:

KORTREK CORPORATION, LIMITED; "the Licencee"

for the construction and operation of the Development being an ecologge and wilderness resort located adjacent to Maman Lake and in accordance with the Proposal filed under The Environment Act on May 16, 1996 and additional material dated September 9, 1996, and subject to the following specifications, limits, terms and conditions:

GENERAL TERMS AND CONDITIONS

This Section of the Licence contains requirements intended to provide guidance to the Licencee in implementing practices to ensure that the environment is maintained in such a manner as to sustain a high quality of life, including social and economic development, recreation and leisure for present and future Manitobans.

- 1. The Licencee shall ensure that all used oil products and other regulated hazardous wastes generated by the machinery used in the construction and operation of the Development are collected and disposed of in accordance with applicable Manitoba Environment and legislation requirements.
- 2. The Licencee shall consult with the regional fisheries manager of Manitoba Natural Resources before undertaking the construction of docks for the Development.

SPECIFICATIONS, LIMITS, TERMS AND CONDITIONS

Regulations, Guidelines and Approvals

- 3. The Licencee shall ensure that fuel storage and equipment servicing areas established for the construction and operation of the Development are located a minimum distance of 100 metres from any waterbody, and shall comply with the requirements of *Manitoba Regulation 97/88R* respecting *Storage and Handling of Gasoline and Associated Products*.
- 4. The Licencee shall ensure that all wastewater collection, treatment and disposal systems associated with the Development, including graywater systems, comply with the requirements of *Manitoba Regulation 95/88R* respecting *Private Sewage Disposal Systems and Privies* and/or any other applicable Manitoba regulations. Plans for wastewater systems shall receive the approval of the Director before construction on the systems occurs.
- 5. The Licencee shall ensure that the water supply and distribution system(s) for the Development comply with all applicable regulations under *The Public Health Act* and that the appropriate approvals are obtained from the Eastern-Interlake region of Manitoba Environment.
- 6. The Licencee shall ensure that all water intakes used in the Development are screened in accordance with the 1995 Department of Fisheries and Oceans publication "Freshwater Intake End-of-Pipe Fish Screen Guideline."
- 7. The Licencee shall ensure that food storage, handling, preparation and serving operations and facilities comply with the requirements of *Manitoba Regulation 339/88R* respecting *Food and Food Handling Establishments* and that a Food Service Establishment Permit for the Development is maintained.
- 8. The Licencee shall comply with all terms and conditions as stated in Permit to Establish or Expand, Number 96-2621 dated October 25, 1996 and issued under The Tourism and Recreation Act. Construction of outpost camps and their associated infrastructure shall not commence unless specific approval has been obtained in writing

from the Licensing Advisory Committee chaired by Manitoba Natural Resources. A copy of the letter(s) of approval shall be provided to the Director with the information required by Clauses 4 and 5 of this Licence prior to the start of construction of any outpost camp or its associated infrastructure.

Water Quality Protection

- 9. The Licencee shall ensure that areas which are disturbed by the construction of the Development are stabilized to prevent water erosion and the establishment of weeds. Revegetation shall occur with native plant species. Disturbed erodible shoreline which is subject to wave action shall be stabilized with rock.
- 10. The Licencee shall ensure that no shoreline alteration occurs on Maman Lake in connection with the Development. Prohibited shoreline alteration activities include the removal of aquatic vegetation, slope grading, and artificial beach construction.
- 11. The Licencee shall not construct crib docks in connection with the Development. Docks shall be floating or supported by posts, and shall not contain wood treated with organic preservatives such as creosote or pentachlorophenols.

Solid Waste Handling and Disposal

- 12. The Licencee shall ensure that construction waste products from the Development are removed from the sites at which they are generated and disposed of in a manner approved by regional staff of Manitoba Environment and Manitoba Natural Resources. A plan for the disposal of construction waste products which lists the anticipated waste materials and describes their proposed disposal shall receive the approval of the Director prior to the commencement of construction of any portion of the Development.
- 13. The Licencee shall ensure that solid waste generated by the operation of the main lodge at Maman Lake is disposed of as follows:
 - i. Compostable materials shall be composted and disposed of on-site;
 - ii. Paper products shall be incinerated in an enclosed container which is screened to prevent the escape of sparks;
 - iii. Recyclable products shall be transferred to an approved site for recycling;
 - iv. Non recyclable products shall be transferred to an approved site for disposal. Solid waste awaiting transfer for disposal shall not be accumulated beyond an amount judged reasonable by an Environment Officer or a Natural Resources Officer. All accumulated solid waste shall be stored in adequate facilities and removed not less than four times annually, including once at the start of any tourism season and once at the end of that season.
- 14. The Licencee shall ensure that all solid waste generated at any outpost camps shall be removed from the site(s) and transferred either to the main lodge for handling or directly to an approved site for recycling or disposal. Solid waste shall not be accumulated at outpost sites, but shall be removed as it is generated.

REVIEW AND REVOCATION

- A. If, in the opinion of the Director, the Licencee has exceeded or is exceeding or has or is failing to meet the specifications, limits, terms, or conditions set out in this Licence, the Director may, temporarily or permanently, revoke this Licence.
- B. If the Licencee has not commenced construction of the Development within three years of the date of this Licence, the Licence is revoked.
- C. If, in the opinion of the Director, new evidence warrants a change in the specifications, limits, terms or conditions of this Licence, the Director may require the filing of a new proposal pursuant to Section 11 of The Environment Act.

"original signed by"

Larry Strachan, P. Eng.

Director

Environment Act

Client File No.: 4175.00