

Licence No.: 2459

Licence Issued: June 22, 2000

**IN ACCORDANCE WITH THE MANITOBA ENVIRONMENT ACT (C.C.S.M. c. E125)
THIS LICENCE IS ISSUED PURSUANT TO SECTION 11(1) TO:**

MANITOBA HYDRO; "the Licencee"

for the construction, operation and maintenance of the Development being the Flin Flon 115 kV Border Station Project located immediately outside the Flin Flon city limits, in accordance with the Proposal filed under The Environment Act dated May 5, 2000, 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, during construction, ensure that any fuel storage areas established for the construction of the Development are located a minimum distance of 100 meters away from waterbodies including wetlands and that the storage areas comply with the requirements of *Manitoba Regulation 97/88R - Storage and Handling of Gasoline and Associated Products*.
2. The Licencee shall ensure that all used petroleum products and other hazardous wastes generated by the machinery used in the construction and operation of the Development are collected and disposed of in accordance with Manitoba Conservation and legislative requirements.
3. The Licencee shall, during the full term of the construction of the Development, cleanup and deposit non-reusable debris from the construction site at a disposal ground operating under the authority of a permit issued pursuant to *Manitoba Regulation 150/91* respecting *Waste Disposal Grounds*.
4. The Licencee shall, during the full term of the construction of the Development, comply with the requirements of *Manitoba Regulation 95/88R* respecting *Private Sewage Disposal System and Privies*.
5. The Licencee shall, prior to construction, provide a copy of this Licence to each contractor involved in the construction of the Development.

SPECIFICATIONS, LIMITS, TERMS AND CONDITIONS

6. The Licencee shall, prior to construction of the Development, develop a formal site access agreement between the Hudson Bay Mining and Smelting Company (HBM&S) and the Licencee to ensure the safety of personnel and the environment due to heavy truck traffic on the HBM&S internal road system, including the hauling of ore, concentrate and dangerous goods.
7. The Licencee shall, prior to commencement of construction activities for the oil containment facilities at the Development, submit to the Director the results of an Oil Containment Assessment. Oil containment Plans and Specifications, as recommended in the Oil Containment Assessment shall be approved by the Director prior to the commencement of construction of the oil containment facilities at the Development.
8. The Licencee shall construct and install the oil containment equipment as described in the Plans and Specifications approved by the Director as required by Clause 7 of this Licence.
9. The Licencee shall, during operation of the Development, direct all drainage from the station site to towards the drainage area known by the Hudson Bay Mining and Smelting Company (HBM&S) as the "*Lake Bottom*" as

shown on the drawing of the HBM&S Flin Flon Tailings Impoundment System drawing (Figure 003) attached to this Licence.

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, 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.: 4523.00