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

LAKE OF THE PRAIRIES DEVELOPMENT LIMITED; "the Licencee"

for the construction and operation of the Development, Pyott’s West Campground, being a campground facility located in S 3-25-29W in the Rural Municipality of Shell River, in accordance with the Proposal filed under The Environment Act dated February 25, 2002, and additional information dated May 1, 2003, May 12, 2003 and September 10, 2003, 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 operate the potable water supply system for the Development in accordance with Manitoba Regulations under The Public Health Act and all operating requirements as recommended by Manitoba Water Stewardship.

2. The Licencee shall collect and dispose of all sewage from the Development in a licenced lagoon facility operating in accordance with applicable Manitoba Conservation and legislation requirements.

3. The Licencee shall collect and dispose of all used oil products and other regulated hazardous wastes generated by the machinery used in the operation of the Development in accordance with applicable Manitoba Conservation and legislation requirements.

4. The Licencee shall revegetate soil in areas of the Development exposed by construction with a mixture of native or introduced grasses or legumes. These areas shall be revegetated as quickly as possible following construction to prevent soil erosion and the establishment of noxious weeds. Native species shall be used to revegetate areas where native species existed prior to construction.

**A COPY OF THE LICENCE MUST BE KEPT ON SITE AT THE DEVELOPMENT AT ALL TIMES**
SPECIFICATIONS, LIMITS, TERMS AND CONDITIONS

5. The Licencee shall, during operation of the Development, report spills of fuels or other contaminants to an Environment Officer in accordance with the requirements of Manitoba Regulation 439/87 respecting Environmental Accident Reporting.

6. The Licencee shall, during operation of the Development, establish fuel storage areas in compliance with the requirements of Manitoba Regulation 188/2001 respecting Storage and Handling of Petroleum Products and Allied Products.

7. The Licencee shall, before undertaking the construction of additional campground facilities, obtain a Transient Accommodation Facility Licence.

8. The Licencee shall operate the campground in the Development in accordance with the requirements of Manitoba Regulation 89/88R respecting Campgrounds.

9. The Licencee shall install and maintain sewage collection facilities associated with the Development in accordance with the requirements of Manitoba Regulation 83/2003 respecting Onsite Waste Management Systems.

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 construction of the development has not commenced 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.

[Signature]
Larry Strachan, P. Eng.
Director
Environment Act

Client File: 4760.00