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

LONG PLAIN IRRIGATION MANAGEMENT COMPANY: 
"the Licencee"

for the construction and operation of the Development being an irrigation system on land 
owned by the Long Plain First Nation and Long Plain Trust in Township 10, Range 8W 
and SE 24-10-9W, in accordance with the Proposal filed under The Environment Act dated 
January 13, 2004 and additional information dated July 6, 2004 and October 21, 2005, 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 collect and dispose of all used oil products and other regulated 
hazardous wastes generated by the machinery used in the construction and operation 
of the Development in accordance with applicable Manitoba Conservation and 
legislation requirements.

2. The Licencee shall revegetate areas disturbed by the construction of the Development 
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.

3. The Licencee shall:
   a) prepare "As Constructed" drawings for the Development and shall label the 
drawings "As Constructed"; and 
   b) provide to the Director, within three months of the completion of construction of the 
Development, two sets of "As Constructed" drawings.

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

Project Scope

4. The Licencee shall, unless otherwise approved by the Director in writing, construct the water diversion and management works and irrigate the lands as described on Figure 1, attached to this Licence. The following fields or portions of fields shall not be irrigated until surface or subsurface drainage works have been completed on each land parcel:
   (a) Field 3 in SW 19-10-8W – Portions with Land Suitability for Irrigated Potato Production rated as Class 5;
   (b) Field 6 in NE 7-10-8W - Portions with Land Suitability for Irrigated Potato Production rated as Class 5;
   (c) Field 8 in SW 17-10-8W – all portions;
   (d) Field 10 in NE 17-10-8W - Portions with Land Suitability for Irrigated Potato Production rated as Class 5;
   (e) Field 11 in NW 17-10-8W – Portions with Land Suitability for Irrigated Potato Production rated as Class 5;
   (f) Field 12 in SW 21-10-8W - Portions with Land Suitability for Irrigated Potato Production rated as Class 5;
   (g) Field 14 in NE 21-10-8W – all portions;
   (h) Field 15 in NE 20-10-8W - Portions with Land Suitability for Irrigated Potato Production rated as Class 5;
   (i) Field 19 in NW 27-10-8W – all portions;
   (j) Field 20 in W 15-10-8W and E 16-10-8W - Portions with Land Suitability for Irrigated Potato Production rated as Class 5; and
   (k) Field 22 in SE 9-10-8W – Portions with Land Suitability for Irrigated Potato Production rated as Class 5.

Proposed amendments to this project must be submitted to the Director for approval with an accompanying discussion of the nature and purpose of the amendments.

Construction

5. The Licencee shall, not less than two weeks prior to beginning construction of the Development, provide notification to the Environment Officer responsible for the administration of this Licence of the intended starting date of construction and the name of the contractor responsible for the construction.

6. The Licencee shall establish any fuel storage areas required for the construction and operation of the Development:
   (a) a minimum distance of 100 metres from any waterbody; and
   (b) in compliance with the requirements of Manitoba Regulation 188/2001, or any future amendment thereof, respecting Storage and Handling of Petroleum Products and Allied Products.
7. The Licencee shall immediately report fuel spills in excess of 100 litres to an Environment Officer.

8. The Licencee shall not undertake instream construction activities in connection with the Development between April 1 and June 15 of any year.

9. The Licencee shall not undertake instream construction activities in connection with the Development during periods of high streamflow.

10. The Licencee shall, during construction of water intake works in connection with the Development, minimize the extent of clearing of riparian vegetation adjacent to the Assiniboine River.

11. The Licencee shall install buried pipelines on cultivated land or land in its natural state in accordance with the methodology illustrated in Figures 2 to 4, attached to this Licence. These procedures do not apply when a plough or a continuous trencher is used to install a pipeline.

12. The Licencee shall, prior to beginning construction in areas of natural habitat affected by the Development, conduct a survey of rare or endangered plant or animal species. If rare or endangered species are found, a report on their presence, including appropriate mitigation measures for their protection, shall be provided to the Director for approval prior to beginning construction in the affected areas.

13. The Licencee shall not construct the Development in areas likely to provide bird habitat before August 1 of any year. Construction in wetland areas and in riparian zones adjacent to rivers shall not occur before August 15 of any year.

**Operation – Matters Respecting Water Management and Water Quality Protection**

14. The Licencee shall install and maintain instream water diversion works associated with the Development in accordance with the requirements of the Department of Fisheries and Oceans and the Canadian Coast Guard.

15. The Licencee shall screen the pump intake associated with the Development in accordance with the Department of Fisheries and Oceans publication "Freshwater Intake End-of-Pipe Fish Screen Guideline" (March, 1995). Final screen design shall be approved by the Department of Fisheries and Oceans prior to the operation of the Development. Alterations in screen design required by any future changes in the pumping period shall also be approved by the Department of Fisheries and Oceans prior to any changes in the operation of the Development.

16. The Licencee shall maintain a minimum instream flow below the diversion point of the Development in NE 10-10-8W at all times while water is being diverted.
into the Development. The minimum instream flow at the diversion point shall be as determined by Manitoba Water Stewardship and specified in a Water Rights Licence issued for the Development.

17. The Licencee shall immediately cease diverting water from the Assiniboine River or reduce the diversion rate if the minimum instream flow provided for in Clause 16 of this Licence is not equalled or exceeded.

18. The Licencee shall limit the pumping rate at the water diversion point of the Development in NE 10-10-8W to 300 litres per second.

19. The Licencee shall, on a daily basis while irrigation is occurring from the Development, record volumes of water pumped, and durations of pumping. A report on this information shall be provided, by March 1 of the following year, to the Environment Officer responsible for the administration of this Licence, the Environmental Assessment and Licensing Branch, and the Water Licensing Branch of Manitoba Water Stewardship. The report shall be provided in the format shown in Table 1, attached to this Licence.

20. The Licencee shall install backflow prevention devices and maintain them in operational condition at all times if fertilizer or crop protection products are applied through the irrigation systems of the Development.

21. The Licencee shall, if fertilizer or crop protection products are applied through the irrigation systems of the Development, not allow irrigation water containing these materials to be applied to or drain to surface water bodies.

**Operation – Matters Respecting Land Management and Soil Quality Protection**

22. The Licencee shall not, with water diverted by the Development, irrigate any land parcel other than a land parcel described in Clause 4 of this Licence and identified in Figure 1 attached to this Licence. The area of potatoes irrigated in any year by the Development shall not exceed approximately 320 hectares. Deviations from this limit by more than 10% shall not occur without the previous written authorization of the Director. In particular, the use of water diverted by the Development to irrigate land in the project area more frequently than one year in three with lesser amounts of water shall not occur, except before July 1 of any year.

23. The Licencee shall implement agronomic practices described in the following documents:
   a) Section 6 of the report “Agronomic Assessment for the Long Plain First Nation Irrigation Development Project”, prepared by AXYS Agronomics in November, 2003; and

Monitoring

24. The Licencee shall, within three months of the date of this Licence, provide a report for the approval of the Director proposing a water quality monitoring plan for surface water and groundwater. The plan shall describe monitoring locations, monitoring frequencies, water quality parameters to be monitored, and reporting frequencies.

25. The Licencee shall implement the monitoring program approved pursuant to Clause 24 of this Licence. Reports on the monitoring program shall be provided on the schedule approved by the Director to the Red River Region and Environmental Assessment and Licensing Branch of Manitoba Conservation, and the Water Licensing Branch of Manitoba Water Stewardship.

26. The Licencee shall, upon the request of the Director:
   a) sample, monitor, analyze or investigate specific areas of concern regarding groundwater, surface water and soil for such duration and at such frequencies as may be specified;
   b) determine the environmental impact associated with the specific areas of concern; and
   c) provide the Director, within such time as may be specified, with such reports, drawings, specifications, analytical data, descriptions of sampling and analytical procedures being used, and such other information as may from time to time be requested.

27. The Licencee shall, prior to the commencement of operation of the Development, meet with the Environment Officer responsible for the administration of this Licence and the contact person for the Environmental Assessment and Licensing Branch of Manitoba Conservation to review the monitoring and reporting requirements of 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 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.

Tracey Braun, M. Sc.
Director
Environment Act

Client File: 5018.00
R/W
BDY.

SPOIL SIDE

WORK SIDE

R/W
BDY.

1. TOPSOIL STRIPPED

2. TRENCH EXCAVATED

3. TRENCH BACKFILLED

4. TOPSOIL REPLACED

SEQUENCE OF TOPSOIL HANDLING

Figure 2

FIGURE 2 TO ENVIRONMENT ACT LICENCE NO. 2725
COMPACATION OF BACKFILL

Roach the trench to compensate for settlement and changes in natural drainage patterns. The height of the roach depends upon land use, the degree of compaction achieved.

ROACHING THE TRENCH

FIGURE 3 and 4 TO ENVIRONMENT ACT LICENCE NO. 2725
Long Plain First Nation Irrigation Project

Annual Water Use Report

<table>
<thead>
<tr>
<th>Intake Location: NE 10-10-8W</th>
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<tbody>
<tr>
<td>Pump Capacity:</td>
<td>m3/s or cfs</td>
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**Conversions:**
- 1 acre (ac.) = 0.405 hectares (ha.)
- 1 ha. = 2.471 ac.
- 1 acre-foot (ac.-ft.) = 1.233 cubic decametres (dam3)
- 1 dam3 = 0.811 ac.-ft.
- 1 cubic foot per second (cfs) = 0.0283 cubic metres per second (m3/s)
- 1 m3/s = 35.31 cfs
- 1 imperial gallon per minute (IGPM) = 0.000076 m3/s
- 1 US gallon per minute (USGPM) = 0.000063 m3/s

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<th>Date</th>
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Table 1