June 15, 2011

James Matthewson, Manager
Manitoba Hydro
820 Taylor Ave (3)
Winnipeg MB R3C 2P4

Dear Mr. Matthewson:

Enclosed is Environment Act Licence No. 2961 dated June 15, 2011 issued in accordance with The Environment Act to Manitoba Hydro for the construction, operation, and maintenance of the Development being the construction of 4.9 km of new 115kV transmission line from the Brandon Generating Station to the Brandon 65th Street East Station, located in Sections 16, 20, and 21 in 10-18 WPM in Brandon, in accordance with the Proposal filed under The Environment Act, dated February 25, 2011.

In addition to the enclosed Licence requirements, please be informed that all other applicable federal, provincial and municipal regulations and by-laws must be complied with. A Notice of Alteration must be filed with the Director for approval prior to any alteration to the Development as licensed.

For further information on the administration and application of the Licence, please feel free to contact Elise Dagdick, Environment Officer at (204) 945-8173.

Pursuant to Section 27 of The Environment Act, this licensing decision may be appealed by any person who is affected by the issuance of this Licence to the Minister of Conservation within 30 days of the date of the Licence.

Yours truly,

Tracey Braun, M. Sc.
Director
Environment Act

Enc.
c: Don Labossiere, Director, Environmental Operations
    Public Registries

NOTE: Confirmation of Receipt of this Licence No. 2961 (by the Licencee only) is required by the Director of Environmental Assessment and Licensing. Please acknowledge receipt by signing in the space provided below and faxing a copy (letter only) to the Department by June 29, 2011.

*On behalf of Manitoba Hydro*  *Date*

**A COPY OF THE LICENCE MUST BE KEPT ON SITE AT THE DEVELOPMENT AT ALL TIMES**
In accordance with The Environment Act (C.C.S.M. c. E125) / Conformément à la Loi sur l'environnement (C.P.L.M. c. E125)

Pursuant to Section / Conformément au Paragraphe

THIS LICENCE IS ISSUED TO: / CETTE LICENCE EST DONnée À:

MANITOBA HYDRO: "the Licencsee"

for the construction, operation, and maintenance of the Development being the construction of 4.9 km of new 115kV transmission line from the Brandon Generating Station to the Brandon 65th Street East Station, located in Sections 16, 20, and 21 in 10-18 WPM in Brandon, in accordance with the Proposal filed under The Environment Act, dated February 25, 2011, 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 Licencsee 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 Licencsee 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.

2. The Licencsee shall collect and dispose of all used petroleum products and other regulated hazardous wastes generated by the machinery used in the construction and operation of the Development in accordance with The Dangerous Goods Handling and Transportation Act.

**A COPY OF THIS LICENCE MUST BE KEPT ON SITE AT THE DEVELOPMENT AT ALL TIMES**
3. The Licencee shall, at all times during the construction of the Development, have available at the construction sites, materials to contain and recover spills of fuel and other fluids associated with construction machinery.

4. The Licencee shall dispose of solid waste and non-reusable demolition and construction debris from the Development at a waste disposal ground operating under the authority of a permit pursuant to Manitoba Regulation 150/91 respecting Waste Disposal Grounds, or any future amendment thereof, or a Licence pursuant to The Environment Act.

5. The Licencee shall, during construction and operation of the Development:
   a) immediately report any reportable spills to Manitoba Conservation’s Accident Reporting Line at (204) 944-4888; and
   b) provide a follow-up report to the Director on a reportable environmental accident outlining the cause(s) and proposing corrective action to prevent reoccurrence.

6. 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

7. The Licencee shall, at the completion of the construction of the Development, vegetate all erosion prone areas where the soil has been disturbed by construction.

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.

Tracey Bradn, M. Sc.
Director
Environment Act

Client File: 5508.00