August 4, 2011

Greg Hamilton
Dockside Cove Ltd.
Box 2028
Stonewall Manitoba R0C 2Z0

Dear Mr. Hamilton:

Enclosed is Environment Act Licence No. 2972 dated August 4, 2011 issued in accordance with The Environment Act to Dockside Cove Ltd. for the construction and operation of the Development being a boat channel network connected to Lake Manitoba as part of a proposed subdivision at 30-21-7 W in the Rural Municipality of Eriksdale, in accordance with the Environment Act Proposal dated March 15, 2011, and additional information dated May 26, 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 Mike Baert, Environment Officer at 204-945-0788.

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. 2972 (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 August 17, 2011.

**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 11(1) / Conformément au Paragraphe 11(1)

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

DOCKSIDE COVE LTD.; “the Licencee”

for the construction and operation of the Development being a boat channel network connected to Lake Manitoba as part of a proposed subdivision at 30-21-7 W in the Rural Municipality of Eriksdale, in accordance with the Environment Act Proposal dated March 15, 2011, and additional information dated May 26, 2011 and subject to the following specifications, limits, terms and conditions:

DEFINITIONS

“as built drawings” means drawings complete with all dimensions which indicate all features of the Development as it has actually been built.

“buffer zone” means a strip of undisturbed land comprised of in-situ vegetation;

“Director” means an employee of the department appointed as such by the Minister;

“Environment Officer” means an employee of the department appointed as such by the Minister;

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.

**A COPY OF THE LICENCE MUST BE KEPT ON SITE AT THE DEVELOPMENT AT ALL TIMES**
1. In addition to any of the limits, terms and conditions specified in this Licence, the Licencee shall, upon the request of the Director:
   a) determine the environmental impact associated with the release of any pollutant(s) from the Development; or
   b) 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, bioassay data, flow rate measurements and such other information as may from time to time be requested.

2. 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.

3. 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.

4. The Licencee shall ensure that shoreland created by the Development is maintained as necessary to prevent shoreline erosion and the deposition of sediment in waterways.

5. The Licencee shall, before, during and after construction of the Development, implement appropriate measures to prevent the erosion or deposition of sediment into waterbodies. Construction adjacent to waterbodies shall not occur during high rainfall events.

6. The Licencee shall not use wood treated with phenol or creosote based preservatives in the construction and maintenance of the Development.

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

8. The Licencee shall, during construction and 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, or any future amendment thereof, respecting Environmental Accident Reporting.

9. The Licencee shall, during construction and operation of the Development, establish fuel storage areas 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. Machinery used in the construction and maintenance of the Development shall not be fueled or serviced adjacent to waterbodies.

Respecting Construction

10. The Licencee shall not remove, destroy or disturb species pursuant to Manitoba Regulation 25/98, or any future amendment thereof, respecting Threatened, Endangered and Extirpated Species, or species listed in the federal Species at Risk Act.

11. The Licencee shall, prior to construction of the Development, obtain valid work permits from Manitoba Conservation, Central Region.

12. The Licencee shall ensure that all material used for the construction of the Development and used as fill in connection with the Development is free of hydrocarbon or other contamination. Materials used for the construction of the Development shall be tested for contaminants upon the request of the Director or an Environment Officer, and materials found to be unsuitable shall be removed upon request of the Director.

13. The Licencee shall, prior to construction, provide a copy of this Licence to the contractor and subcontractor(s) involved with the Development.


15. The Licencee shall contact the Regional Fisheries Manager of Manitoba Water Stewardship and Manitoba Conservation, Environmental Operations not less than two weeks prior to beginning construction of the Development. The notification shall include the intended starting date of construction and the name of the contractor responsible for the construction.

16. The Licencee shall, at all times during construction of the Development, have materials available at the construction site to contain and recover spills of fuel and other fluids associated with construction machinery.

17. The Licencee, during construction of the development, shall collect and dispose of all sewage from the Development in accordance with applicable Manitoba Conservation and legislation requirements.

18. The Licencee, during construction of the Development, shall not disturb migratory bird nests.

19. The Licencee shall undertake dust control measures during construction. Water required for dust control during construction shall be obtained from a source other than waste water treatment facilities.
20. The Licence shall, within two months of completing construction of the Development, provide to the Director “As Built” drawings showing the Development as built, and all ongoing sediment and erosion control measures associated with the Development.

21. The Licencee shall not undertake construction activities in connection with the Development in fish bearing waters or potentially fish bearing waters between April 1 and June 30 of any year, or during periods of high stream flow.

Respecting Operation

22. The Licencee shall not use chemical dust suppressant materials on roads within 100 metres of Lake Manitoba.

23. The Licencee shall maintain a 15 meter buffer zone from the normal water level adjacent to all surface waters, including Lake Manitoba and all canals within the Development.

24. The Licencee shall not apply pesticides within the buffer zone.

25. The Licencee shall be responsible for the operational maintenance of the Development, including but not limited to, setting boat velocity restrictions and managing water quality issues.

Respecting Alterations to the Development

26. The Licencee shall obtain approval from the Director for any proposed alteration to the Development before proceeding with the alteration.

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 No.: 5514.00