In accordance with the Manitoba Environment Act (C.C.S.M. c. E125)

THIS LICENCE IS ISSUED TO:

SPRUCE PRODUCTS LIMITED; APPLICANT
SWAN RIVER AREA CHIPPING PROJECT

Approval is hereby granted to operate a portable chipping facility for the processing of wood chips on designated areas, where approval has been granted to harvest and to operate logging equipment by the Department of Natural Resources. Operation of the portable chipping facility may also occur on approved private land sites. As outlined in the Proposal, the operating area will be within the Mountain Forest Section of Manitoba.

The following conditions shall be adhered to by Spruce Products Limited:

1. The Applicant shall ensure that disposal of debris (bark, branches, etc.) is by a method approved, on a site-specific basis, by the Department of Natural Resources.

   Options for disposal of the debris, include but are not limited to:

1) Respreading on the harvested areas. If this option is chosen, the applicant shall ensure that the distribution of the debris shall not have a negative impact on forest regeneration.

2) Burning. If this option is chosen, debris shall be burned in a continuous feed burner of the beehive design or other method which shall ensure that smoke production does not exceed provincial guidelines.

3) Stockpiling on site. If this option is chosen, the debris pile shall be located a minimum of 200 m from any lake, river or stream and shall not be visible from any lookout point, major road or highway.

4) Removal from site. If this option is chosen, debris shall be transported from the site and utilized for an approved industrial purpose (i.e., Hog Fuel).
2. The Applicant shall ensure that the portable chipping facility does not operate within 200 metres of streams, rivers or lakes.

3. The Applicant shall ensure that production and accounting records of all aspects of the operation of the portable chipping facility are maintained in a manner approved by the Department of Natural Resources, and are made available upon request.

4. Methods of debris disposal and any changes in operating procedures shall be conveyed in writing to the Director.

Larry Strachan, P. Eng.
Director
Environment Act

FILE NO: 3207.00
December 4, 1990

Mr. Richard G. Walker
President
Spruce Products Limited
SWAN RIVER, Manitoba
R0L 1Z0

Dear Mr. Walker:

Enclosed herewith is a corrected Environment Act Licence No. 1435 dated November 20, 1990 issued in accordance with the Manitoba Environment Act to Spruce Products Limited (Swan River Area Chipping Project).

The correction was made with regard to the wording in the opening paragraph of the Licence. The Licence should read "within the Mountain Forest Section of Manitoba" rather than "within the Duck Mountain Forest Section of Manitoba".

Please discard the Licence which was attached to the letter dated November 20, 1990 and replace it with the enclosed Licence.

We apologize for any inconvenience this may have caused you.

Yours truly,

L. Strachan, P. Eng.
Director
Environment Act

Enclosure
cc: Distribution List