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

THIS LICENCE IS ISSUED TO:

H & A DOUBLE DIAMOND CO. LTD. - ELGIN; “the Licencee”

for the construction and operation of the Development being a crop protection products storage warehouse and handling facility, including all related activities, to be located on Lots Seven to Ten inclusive, Block 4, Plan 21 BLTO BO Div. in SE 1/4 5-6-21 WPM in the Rural Municipality of Whitewater, and subject to the following specifications, limits, terms and conditions:

DEFINITIONS

In this Licence,

“chemical” includes but is not limited to pesticides and fertilizers;

“Director” means an employee so appointed pursuant to The Environment Act.

GENERAL SPECIFICATIONS

1. The Licencee shall comply with the current edition of the Crop Protection Institute of Canada's warehousing standards regarding the handling and storage of crop protection chemicals, and with all applicable federal and provincial regulations.

2. The Licencee shall ensure that a high standard of equipment maintenance and good housekeeping and operational practices are carried out with respect to the Development, at all times.

3. The Licencee shall submit, within ninety (90) days of the issuance of this Licence, an emergency response contingency plan to be approved by the Director and local fire authorities. This plan shall include, but not be limited to, items which address: measures implemented for spill prevention and containment; security; personnel training; fire and other response arrangements.

4. The Licencee shall ensure that automatic systems for fire detection and security are installed and maintained at the Development.
LIMITS, TERMS AND CONDITIONS

I - LIQUID EMISSIONS

5. The Licencee shall ensure there is no discharge of any liquid beyond the property line of the Development as a result of:
   i) any on-site chemical spill;
   ii) wastewater generated from any response action due to onsite release of chemicals; or
   iii) contaminated water resulting from fire extinguishing.

6. The Licencee shall ensure that no spillage, contaminated run-off or pollutant is directed to a sewage disposal system.

7. The Licencee shall, at the request of the Director, conduct soil and/or ground water sampling and analysis to ensure that there is no accumulation or off property movement of pollutants.

II - CHEMICAL STORAGE / HANDLING

8. The Licencee shall ensure that all concrete floors and curbs are constructed in such a manner and are maintained in good repair so as to prevent spilled liquids from leaking down into the soil.

9. The Licencee shall ensure that any chemical spills are contained and cleaned up immediately to prevent soil contamination and reduce the possibility of surface run off into ground and/or surface waters.

10. The Licencee shall ensure that there is no mixing, filling, or re-filling of pesticide chemicals at the Development.

11. The Licencee shall maintain a current duplicate inventory of all chemical materials stored at the Development and keep one copy at the Development, and the other copy at a location off-site.

12. The Licencee shall ensure that only pesticides registered under the Pest Control Products Act of Canada are stored at the Development.
III - STORAGE LOCATION

13. The Licencee shall locate the Development a minimum distance of:

   i) 100 meters from residential areas, schools, hospitals and other institutions; and
   ii) 100 meters from a single residence unless a signed consent form is obtained from the owner.

REVOCATION

If in the opinion of the Director the Licencee has exceeded, or is exceeding any of the specifications, limits, terms or conditions set out herein, the Director may revoke, temporarily or permanently, this Licence.

Larry Strachan, P. Eng.
Director
Environment Act

FILE: 3597.00