Licence No./Licence nº 1694 S3 R
Issue Date/Date de délivrance November 2, 1994
Revised: April 6, 2000

IN ACCORDANCE WITH THE MANITOBA ENVIRONMENT ACT (C.C.S.M. c. E125)
THIS STAGE 3 LICENCE IS ISSUED PURSUANT TO SECTION 13(1) TO:

CARGILL LIMITED - DOMINION CITY: "theLicencsee"

for the construction and operation of the Development being an anhydrous ammonia and granular fertilizer storage and handling facility, at SE 1/4 Section 17-2-3 EPM in the Rural Municipality of Franklin subject to the following specifications, limits, terms and conditions:

DEFINITIONS

In this Licence,

"A-weighted sound level" means the sound level measured in dBA units with a sound level meter set on the A-weighting network, being a filter designed to approximate the relative sensitivity of the normal human ear to different frequencies of sound;

"ambient concentration" means the measurement of a substance contained in an air sample (corrected to a temperature of 25° C and to a pressure of 101.3 kilopascals) which has been collected from any point beyond the property line of the Development;

"appreciable impulsive or impact character" means sound which has a significant amount of impulsive or impact nature, such as hammering, explosions and clanking or banging. Impulsive or impact sounds are sounds of short duration, usually less than one second, characterized by an abrupt onset followed by a rapid decay;

"dB" (decibel) means a dimensionless measure of sound level or sound pressure level, where,

\[
\text{sound level} = 20 \log_{10} \frac{\text{sound pressure (actual)}}{\text{sound pressure (reference)}};
\]

"chemicals" includes but is not limited to petroleum products, fertilizers (other than granular and anhydrous ammonia) and pesticides;

"4 minute period(s) in the aggregate" means any 16 readings, not necessarily contiguous, taken at 15 second intervals within a 1 hour sampling period;
"Leq (energy equivalent level)" means the A-weighted sound level (as decibels {dBA}) of a constant or steady sound, for a stated period, which has an amount of acoustic energy equivalent to that contained in the sound being measured;

"Leq(1)" means the Leq for a one hour period;

"opacity" means the degree to which emissions reduce the transmission of light and obscure the view of an object in the background;

"particulate matter" means any finely divided liquid or solid matter other than water droplets;

"particulate residue" means that part or portion of an atmospheric emission which is deposited onto a surface;

"permanent anhydrous ammonia tank(s)" means any storage container certified for the storage of anhydrous ammonia which is attached to a fixed supporting structure;

"point source" means any point of emission from a Development where pollutants are ducted into the atmosphere;

"predominant discrete tone" means sound (for example a whine or hum) having a one-third octave band sound level which, when measured in a one-third octave band, exceeds the arithmetic average of the sound levels of the two adjacent one-third octave bands on either side of such one-third octave band by:

i) 5 dB for such one-third octave band with a center frequency from 500 Hertz to 20,000 Hertz, inclusive, provided such one-third octave band sound level exceeds the sound level of each adjacent one-third octave band;

ii) 8 dB for such one-third octave band with a center frequency from 160 Hertz to 400 Hertz, inclusive, provided such one-third octave band sound level exceeds the sound level of each adjacent one-third octave band; or

iii) 15 dB for such one-third octave band with a center frequency from 25 Hertz to 125 Hertz, inclusive, provided such one-third octave band sound level exceeds the sound level of each adjacent one-third octave band;

"sewage" means human body, toilet, liquid, waterborne culinary, sink or laundry waste.

**GENERAL SPECIFICATIONS**

1. The Licencsee shall not handle or store any chemicals at this Development.

2. The Licencsee 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 Licencsee shall reduce the production and dissemination of wastes by initiating and maintaining waste reduction and waste recycling programs.
LIMITS, TERMS AND CONDITIONS

I- AIR EMISSIONS

4. The Licencee shall not emit ammonia from the Development such that the ambient concentration of ammonia, measured by a method approved by the Director, is in excess of:
   i) 10 parts per million at any time and at any point beyond the property line of the Development; or
   ii) 2 parts per million on a 1-hour average at any point beyond the property line of the Development.

5. The Licencee shall not emit particulate matter from the Development such that:
   i) particulate matter, measured by a method approved by the Director:
      a) exceeds 0.23 grams per dry standard cubic metre calculated at 25 degrees Celsius and 760 millimetres of mercury, corrected to 12 percent carbon dioxide for processes involving combustion from any point source of the Development;
      b) exhibits a visible plume with an opacity of greater than 5 percent at any point beyond the property line of the Development; or
      c) results in the deposition of visible particulate residue at any time beyond the property line of the Development; or
   ii) opacity, measured by a method approved by the Director, from any point source of the Development equals or exceeds:
      a) 20 percent for a 4 minute period(s) in the aggregate in any one hour; or
      b) 40 percent at any time.

6. The Licencee shall not emit sound from any part or process of the Development, such that any emission, when measured by a method approved by the Director, at a point of reception within an area which is zoned as residential, exceeds the following $L_{eq(1)}$ limits:
   i) subject to sub-Clause 6 (ii):
      a) 60 dBA during the daytime hours of 7:00 a.m. to 10:00 p.m., local time; or
      b) 50 dBA during the nighttime hours of 10:00 p.m. to 7:00 a.m., local time; or
   ii) when the sound has an appreciable impulsive or impact character or a predominant discrete tone:
      a) 55 dBA during the daytime hours of 7:00 a.m. to 10:00 p.m., local time; or
      b) 45 dBA during the nighttime hours of 10:00 p.m. to 7:00 a.m., local time.

7. The Licencee shall not emit sound from any part or process of the Development, such that any emission, when measured by a method approved by the Director, at a point of reception within an area which is zoned as commercial, exceeds the following $L_{eq(1)}$ limits:
   i) 70 dBA during the daytime hours of 7:00 a.m. to 10:00 p.m., local time; or
   ii) 60 dBA during the nighttime hours of 10:00 p.m. to 7:00 a.m., local time.

8. The Licencee shall not emit sound from any part or process of the Development, such that any emission, when measured by a method approved by the Director, at a point of reception, beyond the property line of the Development and within an area which is zoned as industrial, exceeds an $L_{eq(1)}$ of 70 dBA at any time.
II - GRANULAR FERTILIZER PRODUCTS

9. The Licencee shall surface all areas of the Development where granular fertilizer is stored, loaded, blended, transferred or otherwise handled in a manner and using materials approved by the Director such that contamination of groundwater is prevented.

10. The Licencee shall grade or curb all areas where granular fertilizer is stored, loaded, blended, transferred or otherwise handled in a manner and using materials approved by the Director, such that all product spillage and contaminated run-off water from these areas is contained within the Development.

11. The Licencee shall shield or cover any process where granular fertilizer is loaded, blended, transferred or otherwise handled so that fertilizer does not become entrained in the air.

III - LIQUID EMISSIONS

12. The Licencee shall not direct any spillage, contaminated run-off or pollutant, other than sewage, to a sewage disposal system.

13. The Licencee shall contain spills within the property line of the Development such that soil, surface water and ground water contamination are prevented.

IV - REMEDIAL ACTION

14. The Licencee, upon obtaining approval from an Environment Officer, shall immediately dispose of any contaminated material in accordance with the approval.

15. The Licencee shall remediate, within a time frame stipulated by the Director, all on and off-site environmental impacts as a result of any release of granular fertilizer or anhydrous ammonia.

V - SETBACK DISTANCES

16. The Licencee shall locate any permanent anhydrous ammonia tank(s) used for the on-site storage of ammonia prior to redistribution, a minimum distance of:
   i) 800 metres from residential areas, schools, hospitals and other institutions;
   ii) 100 metres from a single isolated residence; and
   iii) 100 metres from the edge of the right of way of a highway.

VI - EMERGENCY CONTINGENCY PLAN

17. 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. This plan shall include, but not be limited to, items which will address: measures implemented for spill prevention and containment; security; personnel training; fire and other response arrangements.
18. This Licence replaces Licences 1694 S1 and 1694 S2 which are hereby rescinded.

REVOCATION

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

[Signature]
Larry Strachan, P. Eng.
Director
Environment Act

Client File No.: 3593.10