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

THIS LICENCE IS ISSUED TO:

J.M. SCHNEIDER INC.: "the Licencree"

STAGE 1 LICENCE

for the construction only of the Development being a hog processing plant, located on Lot 2 Plan 27850 in Lot D Roman Catholic Mission Property in the City of Winnipeg and the installation of equipment therein, in accordance with the Proposal filed under The Environment Act on May 30, 1996, and subject to the following specifications, limits, terms and conditions:

GENERAL TERMS AND CONDITIONS

1. The Licencree shall implement good housekeeping and operational practices with respect to the Development, at all times.

2. The Licencree shall undertake all construction activities such that a minimum disturbance is created in adjacent residential areas.

3. The Licencree shall reduce the production and dissemination of wastes by initiating and maintaining waste reduction and waste recycling programs.

SPECIFICATIONS, LIMITS, TERMS AND CONDITIONS

4. The Licencree is hereby authorized to undertake the following activities at the Development:

   i) construct all necessary infrastructure services including: water, sewer, vehicular access roadways, drainage and electrical and fuel supplies;
   ii) construct all process, warehouse, maintenance, service and administrative buildings;
   iii) install all processing and pollution control equipment;
   iv) construct all vehicular parking and receiving and shipping areas; and
   v) carry out all landscaping.

5. The Licencree shall comply with all requirements of The Dangerous Goods Handling And Transportation Act and The Environment Act and their associated Regulations including the Storage and Handling of Gasoline and Associated Products Regulation.
6. The Licencee shall carry out any remedial measures or modifications to the constructed works authorized under this Licence which may be deemed necessary by the Director to ensure effective environmental management or for any other reason pertaining to the safety of the construction in this Licence and in any subsequent stage in the licensing of the Development. Such remedial measures or modifications shall be undertaken within a time frame to be specified by the Director, and in a manner to be approved by the Director.

**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 the Licencee has not commenced construction of the Development 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 10 of The Environment Act.

File No: 4178.00

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