

File: 19500-45/A20193 CP 41

March 29, 1999

REGISTERED

Atco Lumber Ltd. Box 369 Fruitvale, B.C. VOG 1L0

Dear Sir or Madam:

Re: Forest Licence A20193 Cutting Permit 41

Herewith attached is Cutting Permit 41 for Forest Licence A20193.

Proposed changes must be formally submitted through the District Manager and must be approved in writing. Operations on the cutting permit area not covered by an approved cutting plan may be considered as in trespass and dealt with accordingly.

Attached also are approved Silviculture Prescriptions. Operations must be conducted in accordance with the approved Silviculture Prescriptions.

Please note, upon approval of new SPs, and area amendments to existing SPs, a MLSIS Form A is to be submitted within ten (10) days of the above date.

Under Section 14(4)(a) of the Operational Planning Regulation, I hereby exempt Atco Lumber Ltd. from carrying out a new watershed assessment procedure for Glade watershed.

In accordance with Section 43 (1) of the Forest Practices Code of British Columbia Act this letter constitutes my approval for a minor amendment to your Forest Development Plan and should be attached thereto.

.../2

Ministry of Forests



Arrow Forest District

Address: 845 Columbia Avenue Castlegar, British Columbia V1N 1H3

Telephone: (250) 365-8600 Facsimile: (250) 365-8568 Atco Lumber Ltd.

File: 19500-45/A20193 CP 41

Page 2

March 29, 1999

This letter and attached map forms an integral part of Cutting Permit 41 of Forest Licence A20193 and should be attached thereto.

Yours truly,

Brian Simpson
District Manager
Arrow Forest District

Enclosure

cc: T. Pearson, C & E Tech., Arrow Forest District cc: G. Edney, Tenures Officer, Arrow Forest District



FOREST LICENCE NO. A20193 CUTTING PERMIT NO. 41



PURSUANT TO paragraph 7.05 of Forest Licence No. A20193 (the "Licence"), this Cutting Permit is issued to:

Atco Lumber Ltd.

Box 369

Fruitvale, B.C.

V0G 1L0

(the "Licensee")

1.00 PERMIT AREA AND TERM

- 1.01 Subject to the Licence and the Acts, regulations and standards referred to in paragraph 8.01 of the Licence, the Licensee is authorized to harvest timber from the areas of Crown land designated for harvest on the map attached as Exhibit "A" to this Cutting Permit.
- 1.02 Subject to paragraph 1.03, the term of this Cutting Permit is one (1) year, beginning on March 1, 1999, and ending on February 29, 2000.
- 1.03 As provided in paragraph 7.15 of the Licence, the District Manager, in a notice given to the Licensee, may
 - (a) extend the term of a cutting permit, and
 - (b) if he or she does so, amend this Cutting Permit to the extent necessary to ensure it is consistent with the forest development plan in effect at the time this Cutting Permit is extended.

2.00 SPECIAL CONDITIONS AND REQUIREMENTS

2.01 The Licensee must comply with the conditions and requirements set out in Schedule "A" to this Cutting Permit.

3.00 FELLING, BUCKING AND UTILIZATION SPECIFICATIONS

- 3.01 Subject to paragraph 3.04, the Licensee must
 - (a) fell standing timber of the species specified in Schedule "B" to this Cutting Permit, in accordance with the felling specifications set out in that Schedule,

FS 580B RTEB 97/04

Page 1 of 3

- (b) buck felled and dead-and-down timber of the species referred to in paragraph (a) in accordance with the bucking specifications set out in Schedule "B" to this Cutting Permit, and
- (c) utilize all timber of the species and grades specified as obligatory utilization in Schedule "B" to this Cutting Permit if the timber meets the utilization specifications set out in that Schedule.
- 3.02 Schedule "B" to this Cutting Permit may include a requirement that the Licensee fell other timber in addition to the timber referred to in paragraph 3.01(a), in which case, subject to paragraph 3.04, the Licensee must fell but need not utilize such timber.
- 3.03 Subject to paragraph 3.04, the Licensee may utilize
 - (a) timber of the species and grades specified as optional utilization in Schedule "B" to this Cutting Permit, and
 - (b) timber referred to in paragraph 3.02.
- 3.04 The Licensee must not fell standing timber, or must not buck or utilize felled or dead-and-down timber, as the case may be, if
 - (a) the timber is specified as reserved timber in Schedule "B" to this Cutting Permit, or
 - (b) under an operational plan or the Acts, regulations or standards referred to in paragraph 8.01 of the Licence, the Licensee is required not to fell the timber, or not to buck or utilize the timber, for any reason, including silviculture, biodiversity or other forest management reasons.

4.00 TIMBER MARK

4.01 The timber mark(s) for this Cutting Permit is/are:

FB1

041

4.02 If directed to do so by the District Manager, the Licensee must erect signs at all exits from the areas of Crown land referred to in paragraph 1.01, clearly showing the timber mark(s) referred to in paragraph 5.01.

5.00 SCALE-BASED STUMPAGE

- 5.01 For the purpose of determining the amount of stumpage payable in respect of timber harvested from the areas of Crown land referred to in paragraph 1.01, the volume or quantity of timber harvested will be determined using information provided in a scale of the timber.
- 5.02 The Licensee must ensure that

FS 580B RTEB 97/04

Page 2 of 3

- (a) all timber harvested from the areas of Crown land referred to in paragraph 1.01 is scaled, and
- (b) the scale of the timber is conducted properly in accordance with the requirements of the Forest Act and the regulations made under that Act.

6.00 ROADS

- 6.01 Subject to the Licence and the Acts, regulations and standards referred to in paragraph 8.01 of the Licence, the Licensee may construct or modify roads under the authority of this Cutting Permit on areas of Crown land referred to in paragraph 1.01 if the roads are
 - (a) wholly contained within a cutblock identified on a forest development plan, and
 - (b) not identified on a forest development plan as providing access to more than one cutblock.

7.00 MISCELLANEOUS

- 7.01 The Exhibit and the Schedules to this Cutting Permit are deemed to be part of this Cutting Permit.
- 7.02 As provided in paragraph 7.14 of the Licence, this Cutting Permit is deemed to be part of the Licence.
- 7.03 The Licence will govern the interpretation of this Cutting Permit.

DATED March 29, 1999

Brian Simpson District Manager Arrow Forest District

FS 580B RTEB 97/04

Page 3 of 3

SCHEDULE "A"

SPECIAL CONDITIONS AND REQUIREMENTS

- 1.00 This cutting permit is issued subject to approved silviculture prescriptions for the area. All operations shall be conducted in accordance with the approved silviculture prescriptions, and any deviation from said prescriptions must be submitted and approved as an amendment to the approved prescription.
- 2.00 Prior to the commencement of the actual operations on the area, the Licensee shall conduct a pre-work conference on site to the satisfaction of the Forest Officer/Designated Forest Official in charge. Upon completion of logging operations, prior to removal of logging equipment and after all contractual obligations have been completed, the Licensee shall conduct a post-work conference on site to the satisfaction of the Forest Officer/Designated Forest Official in charge.
- 3.00 Where there is an approved prescription prepared by a professional engineer or a professional geoscientist, all works must be conducted in accordance with said prescription, and where so specified, the resulting works certified by a professional engineer or professional geoscientist as being in general conformance with the approved prescription.
- 4.00 The Licensee shall remove all logging equipment and fixtures on an area of land referred to in paragraph 1.01 of the Licence and shall leave all areas in an orderly and sanitary condition upon the earlier of completion of operations or termination of the Licence.
- 5.00 The Licensee shall, concurrently with harvesting operations, leave all areas in an orderly and sanitary condition.
- 6.00 The Licensee must not erect or operate a sawmill or wood processing plant on an area of land referred to in paragraph 1.01 of this Licence.
- 7.00 The rights granted under this Licence are subject to other rights of use and occupation granted by the Crown, described in paragraph 1.01, and the Licensee must not interfere with exercise of those rights.

FS 580B RTEB 97/04 Page 1 of 1

SCHEDULE "B" - INTERIOR

FELLING, BUCKING AND UTILIZATION SPECIFICATIONS

1.00 FELLING SPECIFICATIONS

- 1.01 Subject to paragraph 1.02, standing timber of the species shown on the table attached to this Schedule must be felled in accordance with the following specifications:
 - (a) all timber meeting the minimum diameter at stump height shown for that species in the table attached to this Schedule must be felled; and
 - (b) unless otherwise authorized in writing by the District Manager, timber must be felled to a stump height that does not exceed the maximum stump height shown for that species in the table attached to this Schedule.
- 1.02 The Licensee must not fell standing timber if
 - (a) the timber is specified in Part 6.00 as reserved timber, or
 - (b) under an operational plan or the Acts, regulations or standards referred to in paragraph 8.01 of the Licence, the Licensee is required not to fell the timber for any reason, including silviculture, biodiversity or other forest management reasons.

2.00 BUCKING SPECIFICATIONS

- 2.01 Subject to paragraph 2.02, felled and dead-and-down timber of the species referred to in paragraph 1.01 must be bucked so as to maximize the volume of logs and slabs which
 - (a) meet the utilization specifications referred to in paragraph 3.01, and
 - (b) are of the species and grades specified as obligatory utilization under Part 4.00.
- 2.02 The Licensee must not buck felled or dead-and-down timber if
 - (a) the timber is specified in Part 6.00 as reserved timber, or
 - (b) under an operational plan or the Acts, regulations or standards referred to in paragraph 8.01 of the Licence, the Licensee is required not to buck the timber for any reason, including silviculture, biodiversity or other forest management reasons.

FS 580B RTEB 97/04

Page 1 of 5

3.00 UTILIZATION SPECIFICATIONS

- 3.01 Subject to paragraphs 3.02 and 3.03, the following utilization specifications apply to timber authorized for harvest under this Cutting Permit:
 - (a) all butt logs meeting
 - (i) the minimum diameter at stump height,
 - (ii) the minimum log length, and
 - (iii) the minimum top diameter

shown for that species in the table attached to this Schedule must be utilized; and

- (b) all top logs meeting
 - (i) the minimum log length, and
 - (ii) the minimum top diameter shown for that species in the table attached to this Schedule must be utilized;
- (c) all slabs meeting
 - (i) the minimum slab length, and
 - (ii) the minimum slab thickness

shown for that species in the table attached to this Schedule must be utilized.

- 3.02 The Licensee need not utilize timber of the species and grades specified in Part 5.00 as optional utilization.
- 3.03 The Licensee must not utilize timber if
 - (a) the timber is specified in Part 6.00 as reserved timber, or
 - (b) under an operational plan or the Acts, regulations or standards referred to in paragraph 8.01 of the Licence, the Licensee is required not to utilize the timber for any reason, including silviculture, biodiversity or other forest management reasons.

4.00 OBLIGATORY UTILIZATION

- 4.01 Timber of the following species and grades is specified as obligatory utilization:
 - (a) all coniferous species that are
 - (i) Sawlog Grade (Grade Code Blank), or
 - (ii) Dead and Dry Sawlog (Grade Code 3).

5.00 OPTIONAL UTILIZATION

5.01 Timber of the following species and grades is specified as optional utilization:

FS 580B RTEB 97/04

Page 2 of 5

- (a) firmwood rejects;
- (b) all deciduous species of all grades; and
- (c) all coniferous species of the following grades:
 - (i) Lumber Reject (Grade Code 4);
 - (ii) Dead and Dry Lumber Reject (Grade Code 5); and
 - (iii) Undersized Log Grade (Grade Code 6).

6.00 RESERVED TIMBER

6.01 Reserve trees, leave trees and wildlife reserves are to be left in accordance with the approved Silviculture Prescription.

7.00 DEFINITIONS

- 7.01 In this Schedule, as exemplified by the diagrams attached to this Schedule,
 - (a) "butt end" means the log end that was previously attached to the stump;
 - (b) "butt log" means the log cut from the portion of the tree that was previously attached to the stump;
 - (c) "diameter at stump height" means
 - in the case of standing timber, the diameter of the tree (outside bark) measured at the point of the maximum stump height shown in the table attached to this Schedule, and
 - (ii) in the case of a butt log, the diameter (outside bark) at the butt end of the log; and
 - (d) "slab" means one of 2 or more parts of a log produced as a result of the log fracturing along its length;
 - (e) "stump height" means the height of the stump measured on the side of the stump adjacent to the highest ground;
 - (f) "top diameter" means the diameter (inside bark) at the narrowest end of the log;
 - (g) "top log" means any log that is not a butt log.

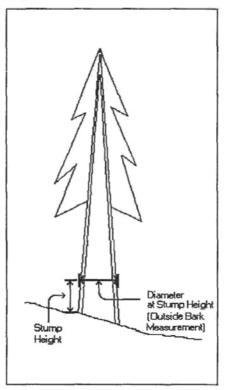
Page 3 of 5

FS 580B RTEB 97/04

SCHEDULE "B" - INTERIOR

Diagrams and Tables for All Block(s)

1. Falling Specifications



Species	Maximum Stump Height	Minimum Diameter at Stump Height
*Lodgepole Pine	30 centimetres	15 centimetres
*All Other Species	30 centimetres	20 centimetres

^{*}Unless otherwise prescribed in the approved Silviculture Prescription for individual cut blocks.

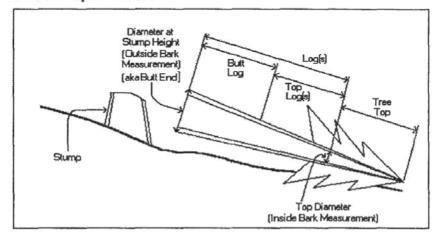
FS 580B RTEB 97/04

Page 4 of 5

SCHEDULE "B" - INTERIOR

Diagrams and Tables for All Block(s)

2. Utilization Specifications



	Height	
metres	15 centimetres	10 centimetres
metres	20 centimetres	10 centimetres

^{*}Unless otherwise prescribed in the approved Silviculture Prescription for individual cut blocks.

Note: Minimum top diameter or slab thickness (inside bark measurement) for cedar older than 141 years is 15.0 cm.

FS 580B RTEB 97/04 Page 5 of 5

SCHEDULE "C"

ROAD LAYOUT AND DESIGN SCHEDULE 'AI'

NON-ROAD PERMIT ROADS

(Re-contoured Roads)

Cutt	d Permit □	mendment Nur	nber:		
Į.	ROAD NAME/REFERENCE:	Sp2-1	Sp 2-2	Sp 4-1	Sp5-1
2.	SECTION (KM - KM)	0-0.193	0 - 0.194	0-0.468	0-0.070
3.	EXHIBIT 'A' SECTION REFERENCE				
4.	PERMIT USE: (check one for each section) CONSTRUCT / MODIFY A ROAD OR	\boxtimes			\boxtimes
	USE/MAINTAIN EXISTING ROAD				
5.	ROAD TYPE: (SNOW/PLANNED 5-YEAR/ ONE-SEASON WINTER/PERMANENT)	one -season re-contoured	one –season re-contoured	one -season re-contoured	one -season re-contoured
6.	ROAD WIDTH: (m)	4	4	4	4
7.	TURNOUTS: MAXIMUM DISTANCE BETWEEN (m)	500	500	500	500
8.	USABLE LENGTH / WIDTH (m/m)	18/5	18/5	18/5	18/5
9.	MINIMUM CURVE RADIUS: (m)	15	15	15	15
10	MAXIMUM SUSTAINED GRADE: ADVERSE (%)	8	8	8	8
11	FAVOURABLE (%)	15	15	15	15
12	MAXIMUM SHORT PITCH GRADE: ADVERSE (%)	13	13	13	13
13	FAVOURABLE(%)	18	18	18	18
14	MINIMUM CULVERT SIZE: ROUND PIPE (mm)	400	400	400	400
15	OTHER SHAPES - OPENING SIZE (mm/mm)	N/A	N/A	N/A	N/A
16	OVERLANDING (BY STN)	0 - 0.193	0-0.194	0- 0.468	0 - 0.070
17	STUMPS/ROOTS/LOGS IN ROAD PRISM (BY STN)	0-0,193	0 – 0.194	0- 0.468	0 - 0.070
18	CUT/FILL SLOPE ANGLE (SELECT GUIDEBOOK OR OTHER METHOD)	Guidebook			

NOTE: The above table is for use when plan/profiles are not prepared or where plan/profiles are deficient of necessary information

HRT FS1178A1 98/12

19500-45/A20193 CP 41

SCHEDULE "C"

ROAD LAYOUT & DESIGN

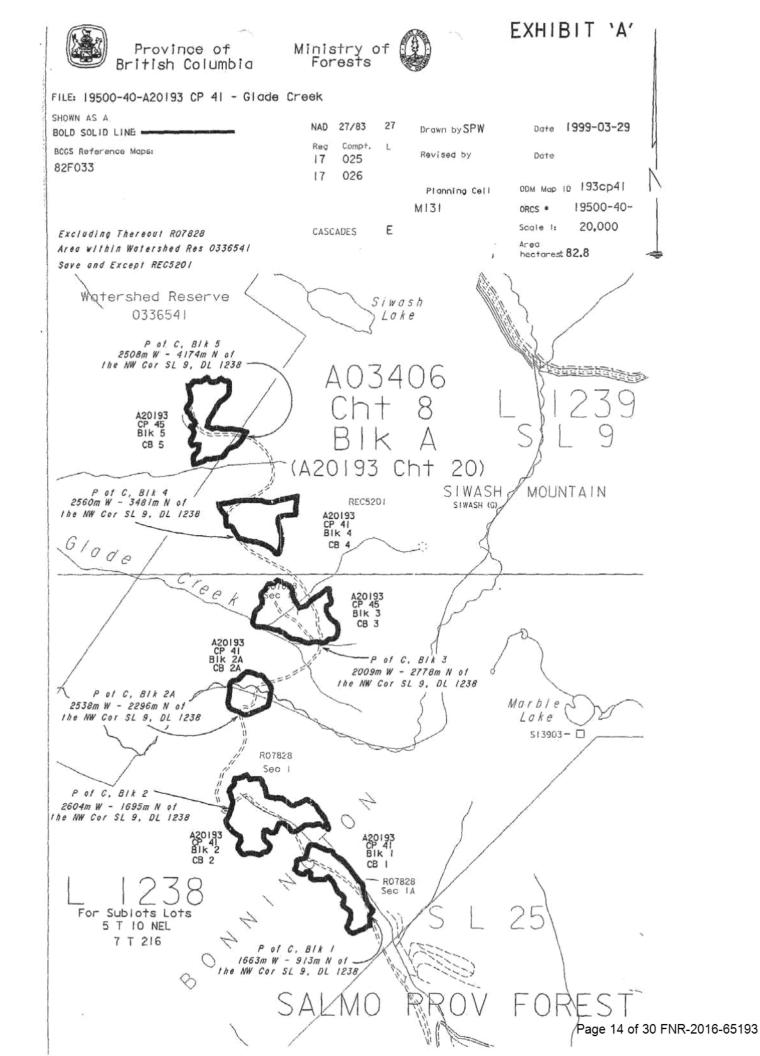
SCHEDULE 'A2' Non-Road Permit Roads

BRIDGES, STREAM CULVERTS, AND ENGINEERED STRUCTURES TABLE

Road Permit Amendment No.

`,		T	T	1		1	13
COMMENTS							All structures indicated '*' (in structure location column), upon termination or cancellation of the permit, may be removed by the Permittee. See clause 2.03 in the road permit. Specify design loading of bridge structures (e.g. L75, L100, etc.) Retaining walls > 1.5 m require professional design. Show opening dimensions. Refer to Section 10 of the FR Reg. for professional design requirements. Culvert discharge > 6 m³/sec should be marked with 'X' in the 'Class of Structure' column (in addition to the culvert code from the Class of Structures Legend).
DRAWING NO.							(in structure lo iit, may be remo permit. Dridge structure: oridge structure: show length an show length an FR Reg. for pro ec should be mitting to the culvetion to the culvetion.
STRUCTURE SIZE (Length x height)	10m x 800mm	9m x 600mm	9m x 600mm	9m x 400mm	9m x 400mm	Notes:	All structures indicated '*' (in structure location column), upon term or cancellation of the permit, may be removed by the Permittee. See clause 2.03 in the road permit. Specify design loading of bridge structures (e.g. L75, L100, etc.) Retaining walls > 1.5 m require professional design. Structure size - for bridges show length and height of abutment; for show opening dimensions. Refer to Section 10 of the FR Reg. for professional design requirem Culvert discharge > 6 m³/see should be marked with 'X' in the 'Clas Structure' column (in addition to the culvert code from the Class of Structures Legend).
STREAM NAME & RIPARIAN CLASS	98	98	98	NCD	NCD		Culverts CR (Culvert Round) CE (Culvert Elliptical) CA (Culvert Arch) CL (Culvert Log) CO (Culvert Other, Describe in Coments)
STRUCT LOC. (KM)	0.030 *	0.065 *	0.056 *	0.123 *	0.149 *	rend	Culverts CR (Culvert Round) CE (Culvert Elliptical) CA (Culvert Arch) CL (Culvert Log) CO (Culvert Other, Dea
DESIGN	T60	T-60	T-60	1.60	T60	Class of Structures Legend	
CLASS OF STRUCT.	CR	CR	CR	CR	CR	Class of S	vith geotextile)
ROAD NAME	Sp 2-1	SP 2-1	Sp 2-2	Sp 2-2	Sp 2-2		H (retaining wall 51.5 m) R (retaining wall >1.5 m) FD (ford) Other (e.g. engineered fill with Bridges: BT (Bridge Temporary) (life less than 15 years) (life less than 15 years) (life greater than 15 years)

HRT FS1178A2 98/12





File: 19500-45/A20193 CP 41

January 13, 2000

Atco Lumber Ltd. Box 369 Fruitvale, BC V0G 1L0

Dear Sir or Madam:

Re: Forest Licence A20193 Cutting Permit 41

Pursuant to authority contained in the Permit, extension is hereby granted terminating on February 28, 2001. Upon that date all your rights under this Permit will cease.

Special forest products may be cut at the Licensee's option from any material not suitable for the manufacture of lumber or chips.

This notice forms an integral part of the Permit and should be attached thereto.

Yours truly,

Jim Guido

Acting District Manager Arrow Forest District

cc: T. Pearson, C & E Tech, Arrow Forest District

Ministry of **Forests**



Arrow Forest District

Address: 845 Columbia Avenue Castlegar, British Columbia V1N 1H3

(250) 365-8600 (250) 365-8568



ATCO LUMBER LTD.

BRITISH COLUMBIA

2073 HEPBURN DR.

BOX 369

VOG 1LO

FRUITVALE

Ministry of Forests



Date:

April 20, 1999

In reference to:

Client Number: Forest File:

00001065 A20193

Cutting Permit: Timber Mark: 41 FB1041

Arrow Forest District Nelson Forest Region

Stumpage Advisory Notice

Attached is a summary of the appraisal information used in determining the stumpage rate for this cutting authority.

The cutting authority Total Stumpage Rate of \$21.62 per cubic metre is effective for sawlogs scaled between

March 01, 1999 and March 31, 1999

inclusive unless this cutting authority is reappraised during this period in accordance with the applicable Appraisal Manual.

The Miscellaneous Stumpage Rates listed in the applicable Appraisal Manual in effect on the date of scale take precedence over the above rate. A levy and/or bonus may be applied to any Miscellaneous Stumpage Rate.

Objections to this rate determination should be brought immediately to the attention of the undersigned in this office. The formal 21 day review period specified in the Forest Act begins upon delivery of this notice. Consideration of any objection does not delay the determination nor stop the 21 day review period. Any rate change or redetermination as a result of an objection will result in a new Stumpage Advisory Notice being issued.

The Reserve Rate will be redetermined on January 1, April 1, July 1, and October 1 each year, or on any date specified by the Minister of Forests, according to appraisal policies then in effect.

Please be advised that this letter and information is releasable under the Freedom of Information and Protection of Privacy Act.

J.T. NASH

Appraisal Coordinator

Attachment

RECEIVED

APR 2 8 1999

MINISTRY OF FORESTS CASTLEGAR, B.C.

This notice forms an integral part of the cutting authority document and should be attached thereto.

FOAVL 1

DISTRICT COPY

Page 2 of 2

Date:

April 20, 1999

In reference to:

Client Number:
Forest File:
Cutting Permit:

Timber Mark:

A20193 41 FB1041

00001065

Arrow Forest District Nelson Forest Region

The following is a listing of cutting authority and individual species rate calculations effective when scaled between

March 01, 1999 and March 31, 1999

inclusive unless this cutting authority is reappraised during this period in accordance with the applicable Appraisal Manual.

			Species Rate Calculation Detail						
	Cutting Authority Rate Calculation Detail		Species Code	Reserve Rate (\$/m3)	Silviculture Levy (\$/m3)	Development Levy (\$/m3)	Upset Rate (\$/m3)	Bonus Bid (\$/m3)	Total Rate (\$/m3)
+ - + +	Estimated Value Estimated Cost Stand Value Index Mean Value Index Base Rate Indicated Rate Reserve Rate Development Levy Silviculture Levy	\$129.57 \$121.20 \$8.37 \$9.41 \$22.66 \$21.62 \$21.62 \$0.00 \$0.00	BA LO SP	21.62 21.62 21.62	0.00 0.00 0.00	0.00 0.00 0.00	21.62 21.62 21.62	0.00 0.00 0.00	21.62 21.62 21.62
=	Upset Rate	\$21.62							

This notice forms an integral part of the cutting authority document and should be attached thereto.

DISTRICT COPY

FOASA1

REPORT ID: IASRO83 RUN DATE: 1999-04-20 RUN TIME: 08.52.32

MINISTRY OF FORESTS INTERIOR APPRAISAL SYSTEM LOGGING AND SILVICULTURE COST

PAGE: USERID: **EKANIGAN** DATABASE: SQLP1

ESTIMATE

Timber Mark: FB1041

Appraisal Effective Date: 1999-03-01

Nelson Forest Region Arrow Forest District

Licence:

A20193

Arrow TSA Block M

Cutting Permit: 41

Total Volume:

Calculation Date: 1999-04-20

Expiry Date: 2000-02-29

Logging Trend Factor: Silviculture Trend Factor:

1.135 MVI Eligible Indicator: Adjust Quarterly Indicator: 1.135

24,440

Manufacturing Trend Factor: 1.125

Stumpage Rate Effective Date: 1999-03-01

Subphase Cost

Phase Total (\$/m3)

DEVELOPMENT:

PHASE

(\$/m3)

Tabulated

TREE TO TRUCK:

22,096.00

14.75

Culverts Bridges Roads

0.00 249,615.30

0.00

Fencing and Cattle Guards Allocated Development Engineered Development

0.00 88,856.92

25.54

Ground Skidding (Clear Cut) Ground Skidding (Partial Cut) Overhead Cable Yarding (Highlead & Grapple) Overhead Cable Yarding (Skyline) Helicopter Logging

13.09 2.31 10.14 0.00

0.00 0.00 0.00

10.08

LOG TRANSPORTATION:

Horse Logging

Specified Operation

Hauling Primary 6.36

6.36 Secondary 0.00 Water Transportation Special Transportation and Specified Operations

0.00 0.00 3.72

Road Maintenance Road Use

0.00

REPORT ID: IASR083 RUN DATE: 1999-04-20 RUN TIME: 08.52.32	MINISTRY OF FORESTS INTERIOR APPRAISAL SYSTEM LOGGING AND SILVICULTURE COST	
Timber Mark: FB1041	ESTIMATE Appraisal Effe	ctive Date: 1999-03-01
PHASE		Subphase Phase Cost Total (\$/m3) (\$/m3)
ADMINISTRATION & OTHER: Overhead		11.72
Low Volume additive:		
TOTAL LOGGING COST:		62.09
TOTAL TRENDED LOGGING COS	т:	70.47
SILVICULTURE: Basic Specified		6.24 6.20 0.00
TOTAL TRENDED SILVICULTUR	E COST:	7.08

*** Normal end of report ***



Ministry of **Forests**



Date:

March 14, 2000

ATCO LUMBER LTD. 2073 HEPBURN DRIVE PO BOX 369 FRUITVALE

BRITISH COLUMBIA

VOG 1L0

In reference to: Client Number:

00001065

Forest File:

19500-45 A20193

Cutting Permit: Timber Mark:

41 FB1041

Arrow Forest District Nelson Forest Region

Stumpage Advisory Notice

Attached is a summary of the appraisal information used in determining the stumpage rate for this cutting authority.

The cutting authority Total Stumpage Rate of \$40.43 per cubic metre is effective for sawlogs scaled between

March 01, 2000 and March 31, 2000

inclusive unless this cutting authority is reappraised during this period in accordance with the applicable Appraisal Manual.

The Miscellaneous Stumpage Rates listed in the applicable Appraisal Manual in effect on the date of scale take precedence over the above rate. A levy and/or bonus may be applied to any Miscellaneous Stumpage

Objections to this rate determination should be brought immediately to the attention of the undersigned in this office. The formal 21 day review period specified in the Forest Act begins upon delivery of this notice. Consideration of any objection does not delay the determination nor stop the 21 day review period. Any rate change or redetermination as a result of an objection will result in a new Stumpage Advisory Notice being issued.

The Reserve Rate will be redetermined on January 1, April 1, July 1, and October 1 each year, or on any date specified by the Minister of Forests, according to appraisal policies then in effect.

Please be advised that this letter and information is releasable under the Freedom of Information and Protection of Privacy Act.

J.T. NASH

Appraisal Coordinator

J. Zmod

Attachment

MAR 2 8 2000

MINISTRY OF FORESTS CASTLEGAR, B.C.

This notice forms an integral part of the cutting authority document and should be attached thereto.

FOAVL1

DISTRICT COPY

Page 2 of 2

Date:

March 14, 2000

In reference to: Client Number: 00001065 Forest File: A20193 Cutting Permit: 41 Timber Mark: FB1041

Arrow Forest District Nelson Forest Region

The following is a listing of cutting authority and individual species rate calculations effective when scaled between

March 01, 2000 and March 31, 2000

inclusive unless this cutting authority is reappraised during this period in accordance with the applicable Appraisal Manual.

	Cutting Authority Rate Calculation Detail		11		Species I	Rate Calculation Detail			
			Species Code	Reserve Rate (\$/m3)	Silviculture Levy (\$/m3)	Development Levy (\$/m3)	Upset Rate (\$/m3)	Bonus Bid (\$/m3)	Total Rate (\$/m3)
	Estimated Value	\$153.78	BA	40.43	0.00	0.00	40.43	0.00	40.43
-	Estimated Cost	\$112.99	LO	40.43	0.00	0.00	40.43	0.00	40.43
=	Stand Value Index	\$40.79	SP	40.43	0.00	0.00	40.43	0.00	40,43
_	Mean Value Index	\$31,48							
+	Base Rate	\$31.12							
=	Indicated Rate	\$40.43	[[
	Reserve Rate	\$40.43							
+	Development Levy	\$0.00	11						
+	Silviculture Levy	\$0.00							
-	Upset Rate	\$40.43							

This notice forms an integral part of the cutting authority document and should be attached thereto.

DISTRICT COPY

FOASA1

REPORT ID: IASR083 RUN DATE: 2000-03-14 RUN TIME: 15.27.56

MINISTRY OF FORESTS INTERIOR APPRAISAL SYSTEM LOGGING AND SILVICULTURE COST PAGE: USERID: TRKERBY DATABASE: SQLP1

ESTIMATE

Timber Mark: FB1041

Appraisal Effective Date: 2000-03-01

Nelson Forest Region Arrow Forest District

Licence: A20193 Cutting Permit: 41

Arrow TSA Block M Total Volume:

Calculation Date: 2000-03-14

24,440 Expiry Date: 2001-02-28

Logging Trend Factor:

1.000 MVI Eligible Indicator: 1.000 Adjust Quarterly Indicator:

Silviculture Trend Factor: Manufacturing Trend Factor: 1.000

Stumpage Rate Effective Date: 2000-0			
PHASE		Subphase Cost (\$/m3)	Phase Total (\$/m3)
DEVELOPMENT:			16.7
Tabulated			16.7
Culverts	24,840.00		
Bridges	0.00		
Roads	287,966.50		
Fencing and Cattle Guards	0.00		
Allocated Development	0.00		
Engineered Development	95,521.19		
TREE TO TRUCK:			25.6
Ground Skidding (Clear Cut)		12.74	
Ground Skidding (Partial Cut)		2.27	
Overhead Cable Yarding Highlead &		10.67	
Overhead Cable Yarding Highlead &		0.00	
Overhead Cable Yarding Skyline (C		0.00	
Overhead Cable Yarding Skyline (P	artial Cut)	0.00	
Helicopter Logging		0.00	
Horse Logging		0.00	
Specified Operation		0.00	
LOG TRANSPORTATION:			10.3
Hauling		6.36	
Primary	6.36		
Secondary	0.00		
Water Transportation	A	0.00	
Special Transportation and Specif	ied Operations	0.00	
Road Maintenance		3.97	
Road Use		0.00	

REPORT ID: IASR083 RUN DATE: 2000-03-14 RUN TIME: 15.27.56	MINISTRY OF FORESTS INTERIOR APPRAISAL SYSTEM LOGGING AND SILVICULTURE COST ESTIMATE Appraisal Effec		TRKERBY SQLP1
limber Mark: FB1041	Appraisal Effec	ctive Date: 2	000-03-01
PHASE		Subphase Cost (\$/m3)	Phase Total (\$/m3)
ADMINISTRATION & OTHER: Overhead		12,28	12.28
Low Volume additive:			
		-	
TOTAL LOGGING COST:			65.00
TOTAL TRENDED LOGGING COS	T:		65.00
SILVICULTURE:			7.22
Basic Specified		7.22 0.00	
TOTAL TRENDED SILVICULTUR	E COST:		7.22

*** Normal end of report ***



File: 19500-45/A20193 CP 41

February 7, 2001

Atco Lumber Ltd. Box 369 Fruitvale, BC V0G 1L0

Dear Sir or Madam:

Re: Forest Licence A20193 Cutting Permit 41

Pursuant to authority contained in the Permit, extension is hereby granted terminating on February 28, 2002. Upon that date all your rights under this Permit will cease.

Special forest products may be cut at the Licensee's option from any material not suitable for the manufacture of lumber or chips.

This notice forms an integral part of the Permit and should be attached thereto.

Yours truly,

Patrick W. Field Acting District Manager

Arrow Forest District

cc: T. Pearson, C & E Tech, Arrow Forest District

Ministry of **Forests**



Arrow Forest District

845 Columbia Avenue Castlegar, British Columbia V1N 1H3

(250) 365-8600 (250) 365-8568



File: 19500-45/A20193 CP 41

February 14, 2001

Atco Lumber Ltd. Box 369 Fruitvale, B.C. V0G 1L0

Dear Sir or Madam:

The attached revised Exhibit "A" map for Forest Licence A20193 Cutting Permit 41 replaces the map attached to your cutting permit document.

In accordance with section 43 (1) of the Forest Practices Code of British Columbia Act this letter constitutes my approval for a minor amendment to your approved Forest Development Plan.

This notice forms an integral part of the permit and should be attached thereto.

Yours truly,

Bran Simpson
District Manager
Arrow Forest District

Attachment

cc: Tracey Pearson, C & E Tech, Arrow Forest District cc: G. Edney, Tenures Officer, Arrow Forest District

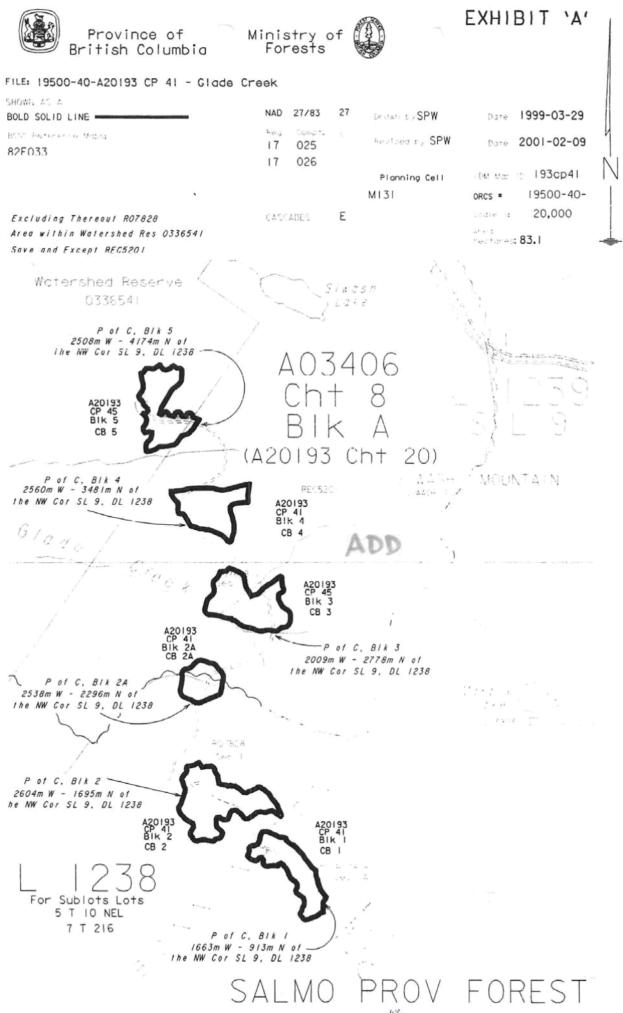
of



Arrow Forest District

Address: 845 Columbia Avenue Castlegar, British Columbia V1N 1H3

Telephone: (250) 365-8600 Facsimile: (250) 365-8568





Ministry of Forests



Date:

March 15, 2001

ATCO LUMBER LTD. 2073 HEPBURN DRIVE PO BOX 369 FRUITVALE BRITISH COLUMBIA

VOG 1LO

In reference to: Client Number: Forest File:

00001065 A20193 19500 45

Cutting Permit: Timber Mark: 41 FB1041

Arrow Forest District Nelson Forest Region

Stumpage Advisory Notice

Attached is a summary of the appraisal information used in determining the stumpage rate for this cutting authority.

The cutting authority Total Stumpage Rate of \$19.56 per cubic metre is effective for sawlogs scaled between

March 01, 2001 and March 31, 2001

inclusive unless this cutting authority is reappraised during this period in accordance with the applicable Appraisal Manual.

The Miscellaneous Stumpage Rates listed in the applicable Appraisal Manual in effect on the date of scale take precedence over the above rate. A levy and/or bonus may be applied to any Miscellaneous Stumpage Rate.

Objections to this rate determination should be brought immediately to the attention of the undersigned in this office. The formal 21 day review period specified in the Forest Act begins upon delivery of this notice. Consideration of any objection does not delay the determination nor stop the 21 day review period. Any rate change or redetermination as a result of an objection will result in a new Stumpage Advisory Notice being issued.

The Reserve Rate will be redetermined on January 1, April 1, July 1, and October 1 each year, or on any date specified by the Minister of Forests, according to appraisal policies then in effect.

Please be advised that this letter and information is releasable under the Freedom of Information and Protection of Privacy Act.

J.T. NASH

Appraisal Coordinator

() 1.Mos

Attachment

RECEIVED

MAR 2 0 2001

MINISTRY OF FORESTS GASTLEGAR, R.O.

This notice forms an integral part of the cutting authority document and should be attached thereto.

FOAVL1

DISTRICT COPY

Page 2 of 2

Date:

March 15, 2001

In reference to:

Client Number: Forest File:

00001065 A20193

Cutting Permit: 41 Timber Mark: FB1041

Arrow Forest District Nelson Forest Region

The following is a listing of cutting authority and individual species rate calculations effective when scaled between

March 01, 2001 and March 31, 2001

inclusive unless this cutting authority is reappraised during this period in accordance with the applicable Appraisal Manual.

	Cutting Authority Rate Calculation Detail		11	Species Rate Calculation Detail					
			Species Code	Reserve Rate (\$/m3)	Silviculture Levy (\$/m3)	Development Levy (\$/m3)	Upset Rate (\$/m3)	Bonus Bid (\$/m3)	Total Rate (\$/m3)
	Estimated Value	\$143.85	BA	19.56	0.00	0.00	19.56	0.00	19.56
-	Estimated Cost	\$110.85	LO	19.56	0.00	0.00	19.56	0.00	19.56
=	Stand Value Index	\$33.00	SP	19.56	0.00	0.00	19.56	0.00	19.56
=	Mean Value Index	\$29.67							
+	Base Rate	\$16.23							
=	Indicated Rate	\$19.56							
	Reserve Rate	\$19.56	11						
+	Development Levy	\$0.00	l I						
+	Silviculture Levy	\$0.00							
=	Upset Rate	\$19.56							

This notice forms an integral part of the cutting authority document and should be attached thereto.

DISTRICT COPY

FOASAL

REPORT ID: IASR083 RUN DATE: 2001-03-15 RUN TIME: 15.54.41

MINISTRY OF FORESTS INTERIOR APPRAISAL SYSTEM LOGGING AND SILVICULTURE COST

PAGE: USERID: DATABASE: SQLPI

ESTIMATE

Timber Mark: FB1041

Appraisal Effective Date: 2001-03-01

Nelson Forest Region Arrow Forest District

A20193 Licence: Cutting Permit: 41

Road Use

Arrow TSA Block M

Calculation Date: 2001-03-15

24,565 Total Volume: Expiry Date: 2002-02-28

Logging Trend Factor: 1.000 Silviculture Trend Factor:

MVI Eligible Indicator: Adjust Quarterly Indicator: Y

0.00

1.000

### Phase Cost Total Cost Total (\$/m3) (\$/m3) (\$/m3)	Manufacturing Trend Factor: 1.00 Stumpage Rate Effective Date: 2001-			
DEVELOPMENT: Tabulated Culverts 23,749.00 Bridges 0.00 Roads 257,461.10 Fencing and Cattle Guards 0.00 Allocated Development 0.00 Engineered Development 92,323.56 TREE TO TRUCK: 24.85 Ground Skidding (Clear Cut) 12.46 Ground Skidding (Partial Cut) 2.20 Overhead Cable Yarding Highlead & Grapple (Clear) 10.19 Overhead Cable Yarding Highlead & Grapple (Partial) 0.00 Overhead Cable Yarding Skyline 0.00 Helicopter Logging 0.00 Herse Logging 0.00 Specified Operation 0.00 LOG TRANSPORTATION: 10.15 Hauling 6.67 Primary 6.67 Secondary 0.00 Water Transportation and Specified Operations 0.00			Cost (\$/m3)	Total (\$/m3)
Tabulated Culverts 23,749.00 Bridges 0.00 Roads 257,461.10 Fencing and Cattle Guards 0.00 Allocated Development 0.00 Engineered Development 92,323.56 TREE TO TRUCK: 24.85 Ground Skidding (Clear Cut) 12.46 Ground Skidding (Partial Cut) 2.20 Overhead Cable Yarding Highlead & Grapple (Clear) 10.19 Overhead Cable Yarding Skyline 0.00 Welicopter Logging 0.00 Helicopter Logging 0.00 Specified Operation 0.00 LOG TRANSPORTATION: 10.15 Hauling 6.67 Primary 6.67 Secondary 0.00 Water Transportation 30.00 Special Transportation and Specified Operations 0.00	DEVELOPMENT:			
Bridges Roads R				
Roads 257,461.10 Fencing and Cattle Guards 0.00 Allocated Development 0.00 Engineered Development 92,323.56 TREE TO TRUCK: 24.85 Ground Skidding (Clear Cut) 12.46 Ground Skidding (Partial Cut) 2.20 Overhead Cable Yarding Highlead & Grapple (Clear) 10.19 Overhead Cable Yarding Highlead & Grapple (Partial) 0.00 Overhead Cable Yarding Skyline 0.00 Helicopter Logging 0.00 Herse Logging 0.00 Specified Operation 0.00 LOG TRANSPORTATION: 10.15 Hauling 6.67 Primary 6.67 Secondary 0.00 Water Transportation 30.00 Special Transportation and Specified Operations 0.00	Culverts	23,749.00		
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Engineered Development 92,323.56 TREE TO TRUCK: 24.85 Ground Skidding (Clear Cut) 12.46 Ground Skidding (Partial Cut) 2.20 Overhead Cable Yarding Highlead & Grapple (Clear) 10.19 Overhead Cable Yarding Highlead & Grapple (Partial) 0.00 Overhead Cable Yarding Skyline 0.00 Helicopter Logging 0.00 Horse Logging 0.00 Specified Operation 0.00 LOG TRANSPORTATION: 10.15 Hauling 6.67 Primary 6.67 Secondary 0.00 Water Transportation 30.00 Special Transportation and Specified Operations 0.00	Fencing and Cattle Guards	0.00		
TREE TO TRUCK: Ground Skidding (Clear Cut) Ground Skidding (Partial Cut) Overhead Cable Yarding Highlead & Grapple (Clear) Overhead Cable Yarding Highlead & Grapple (Partial) Overhead Cable Yarding Skyline Overhead Cable Yarding Skyline Helicopter Logging O.00 Horse Logging O.00 Specified Operation LOG TRANSPORTATION: Hauling Primary Secondary Water Transportation Special Transportation and Specified Operations 24.85 24.85 10.15		0.00		
Ground Skidding (Clear Cut) 12.46 Ground Skidding (Partial Cut) 2.20 Overhead Cable Yarding Highlead & Grapple (Clear) 10.19 Overhead Cable Yarding Highlead & Grapple (Partial) 0.00 Overhead Cable Yarding Skyline 0.00 Helicopter Logging 0.00 Horse Logging 0.00 Specified Operation 0.00 LOG TRANSPORTATION: 10.15 Hauling 6.67 Primary 6.67 Secondary 0.00 Water Transportation 30.00 Special Transportation and Specified Operations 0.00	Engineered Development	92,323.56		
Ground Skidding (Partial Cut) Overhead Cable Yarding Highlead & Grapple (Clear) Overhead Cable Yarding Highlead & Grapple (Partial) Overhead Cable Yarding Skyline Overhead Cable Yarding Skyline Helicopter Logging Horse Logging Specified Operation Control	TREE TO TRUCK:			24.85
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Overhead Cable Yarding Highlead & Grapple (Partial) 0.00 Overhead Cable Yarding Skyline 0.00 Helicopter Logging 0.00 Horse Logging 0.00 Specified Operation 0.00 LOG TRANSPORTATION: 10.15 Hauling 6.67 Primary 6.67 Secondary 0.00 Water Transportation 30.00 Special Transportation and Specified Operations 0.00				
Overhead Cable Yarding Skyline 0.00 Helicopter Logging 0.00 Horse Logging 0.00 Specified Operation 0.00 LOG TRANSPORTATION: 10.15 Hauling 6.67 Primary 6.67 Secondary 0.00 Water Transportation Specified Operations 0.00				
Helicopter Logging 0.00 Horse Logging 0.00 Specified Operation 0.00 LOG TRANSPORTATION: 10.15 Hauling 6.67 Primary 6.67 Secondary 0.00 Water Transportation Specified Operations 0.00		& Grapple (Partial)	17.77	
Horse Logging 0.00 Specified Operation 0.00 LOG TRANSPORTATION: 10.15 Hauling 6.67 Primary 6.67 Secondary 0.00 Water Transportation Specified Operations 0.00 Special Transportation and Specified Operations 0.00	Overhead Cable Yarding Skyline		7.7.7.7	
Specified Operation 0.00 LOG TRANSPORTATION: 10.15 Hauling 6.67 Primary 6.67 Secondary 0.00 Water Transportation Specified Operations 0.00	Helicopter Logging			
LOG TRANSPORTATION: 10.15 Hauling 6.67 Primary 6.67 Secondary 0.00 Water Transportation 0.00 Special Transportation and Specified Operations 0.00				
Hauling 6.67 Primary 6.67 Secondary 0.00 Water Transportation and Specified Operations 0.00	Specified Operation		0.00	
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Primary 6.67 Secondary 0.00 Water Transportation 0.00 Special Transportation and Specified Operations 0.00			6 67	10.15
Secondary 0.00 Water Transportation 0.00 Special Transportation and Specified Operations 0.00		6 67	0.07	
Water Transportation 0.00 Special Transportation and Specified Operations 0.00				
Special Transportation and Specified Operations 0.00		0.00	n nn	
		fied Operations		
	Road Maintenance	. Zee operacions	3.48	

REPORT ID: IASR083 RUN DATE: 2001-03-15 RUN TIME: 15.54.41	MINISTRY OF FORESTS INTERIOR APPRAISAL SYST LOGGING AND SILVICULTURE ESTIMATE		Z TRKERBY E: SQLP1
Timber Mark: FB1041		Effective Date:	2001-03-01
PHASE		Subphase Cost (\$/m3)	Phase Total (\$/m3)
ADMINISTRATION & OTHER: Overhead		12.01	12.01
Low Volume additive:			
TOTAL LOGGING COST:			62.22
TOTAL TRENDED LOGGING COS	T:		62.22
SILVICULTURE: Basic Specified		6.77 0.00	6.77
TOTAL TRENDED SILVICULTUR	E COST:		6.77

*** Normal end of report ***