Mountain Pine Beetle Agreement

(the "Agreement")

Between:

Skin Tyee Nation

As represented by Chief and Council

and

Her Majesty the Queen in Right of the Province of British Columbia as represented by the Minister of Forests and Range (the "Government of British Columbia")

(collectively the "Parties")

Whereas:

- The Skin Tyee Nation signed a Forest and Range Agreement (FRA) with the Government of British Columbia on September 23, 2004. This Agreement is a shortterm additional forestry economic opportunity and does not supersede or alter the FRA.
- Mountain pine beetle allowable annual cut increases in the Lakes Timber Supply
 Area have lead to increased harvesting activity and potential impacts on Skin Tyee
 Nation aboriginal rights and/or title.
- The Government of British Columbia wishes to support economic opportunities for the Skin Tyee Nation.

Purpose

- 1. The purposes of this Agreement are to:
 - a. increase the participation of the Skin Tyee Nation in the forest sector; and,
 - b. provide an economic opportunity by inviting the Skin Tyee Nation to apply for a non-replaceable forest licence to assist the province in the management of mountain pine beetle in the Lakes Timber Supply Area, in a manner linked to the FRA and as set out in this Agreement.

Therefore the Parties agree as follows.

2. After execution of this Agreement by the Parties, the Minister of Forests and Range (the "Minister") will invite the Skin Tyee Nation to apply for a non-replaceable forest licence (the Licence) under section 47.3 of the Forest Act to harvest a total of up to 267 500 cubic meters of beetle infested timber over a 5 year term within the

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- traditional territory of the Skin Tyee Nation as identified in black bold in Appendix A in the Lakes Timber Supply Area.
- 3. If the intended holder of the licence(s) is a legal entity other than the Skin Tyee Nation, this Agreement must include supporting documentation as specified in Appendix B stating that the intended holder has been validly appointed by the Skin Tyee Nation as its representative.
- 4. If during the term of this Agreement a further a further Mountain Pine Beetle temporary volume allowable annual cut increase becomes available in the Lakes Timber Supply Area, the Parties agree to explore further tenure opportunities in this Timber Supply Area, in accordance with Section 47.3 of the Forest Act.
- 5. The invitation will be subject to a condition that prior to making an application for the Licence, the Skin Tyee Nation will contact the Ministry of Forests and Range and the Parties will work co-operatively to identify an operating area within the traditional territory of the Skin Tyee Nation.
- 6. The Licence(s) entered into as a result of the invitation to apply under this Agreement will:
 - a. be for a term of no longer than 5 years as determined by the Minister;
 - b. contain other terms and conditions required by law, including the condition that the Skin Tyee Nation must comply with this Agreement and with the FRA;
 - c. include a term that Skin Tyee Nation may not dispose of the Licence except in accordance with the Forest Act; and
 - d. include other terms and conditions as may be required by the Regional Manager.
- 7. An invitation to apply for a non-replaceable forest licence entered into as a result of the invitation to apply under this Agreement may be consolidated with other non-replaceable forest licenses in accordance with section 19(3)(a) of the Forest Act.

Consultation

- 8. The Parties agree to participate in consultation regarding forestry operational plans and administrative decisions pertaining to increases and/or potential increases in harvest levels to address the mountain pine beetle epidemic in the Lakes TSA, as set out in sections 4.0 and 5.0 of the Skin Tyee Nation FRA.
- 9. During the term of this Agreement, and subject to the terms and intent of this Agreement being met and adhered to by the Government of British Columbia, the Skin Tyee Nation agrees that the Government of British Columbia will have provided an accommodation, with respect to the economic component of potential infringements of the Skin Tyee Nation aboriginal title and/or rights resulting from operational plans and administrative decisions pertaining to increases in harvest levels to address the mountain pine beetle epidemic in the Lakes TSA, as an interim measure.

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Dispute Resolution

10. If a dispute arises between the Government of British Columbia and the Skin Tyee Nation regarding the interpretation of a provision of this Agreement, the Parties will follow the dispute resolution process set out in the Skin Tyee Nation FRA.

Amendments

- 11. Any alteration or amendment to the terms and conditions of the Agreement must be in writing and duly executed by the Parties.
- 12. Either Party may request the participation of the other Party to review the effectiveness of this Agreement annually and consider amendments to this Agreement.

Term

- 13. This Agreement will take effect on the date on which the last Party has executed it.
- 14. This Agreement will terminate on the occurrence of the earliest of any of the following events:
 - a. 5 years from the date this Agreement is executed; or
 - b. the mutual agreement of the Parties, or
 - c. upon 90 days written notice by either of the Parties.
- 15. If the FRA is terminated, the consultation processes that were set out in sections 4.0 and 5.0 of that agreement are incorporated by reference into this Agreement and will continue to be followed by the Parties for the term and for the purposes of this Agreement.
- 16. The Government of British Columbia will not terminate this Agreement on the grounds that the Skin Tyee Indian Act has challenged an Administrative or Operational Decision by way of legal proceedings.

Notice

17. All of the provisions set out in the Notice section of the FRA apply to this Agreement.

Miscellaneous

18. All of the provisions set out in the Miscellaneous section of the PRA apply to this Agreement.

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Skin Tyee Nation:

nagement Group:

Allan Okabe, Co-Manager

Signed on behalf of: Government of British Columbia

Honourable Rich Coleman Minister of Forests and Range

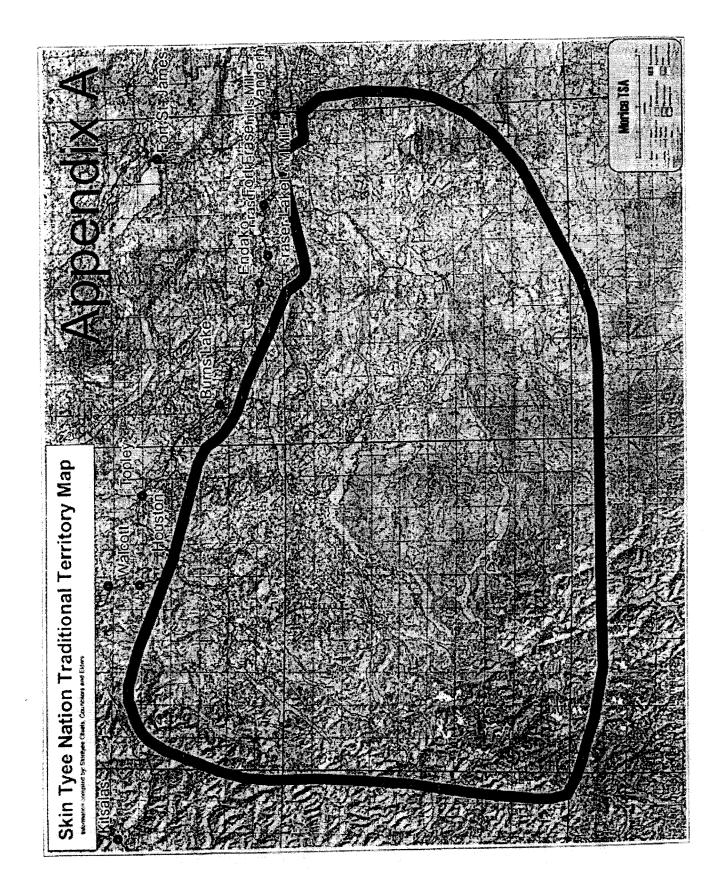
Date:

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Witness

Mey 22, 2007

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APPENDIX B: (optional)

Description and Documentation pertaining to the Intended Holder of the licence

Please complete part A or B, whichever is appropriate, and attach appropriate documentation: A) Applicant for the license:					
B) Full	legal name, or corporate description of the legal entity, authorized				
to repr	esent the applicant of the licence				
(i)	Copy attached of legal instrument (letter) authorizing that legal entity to be their representative;				
(ii)	Copy attached of the ownership structure of the legal entity (the intended				

holder of the licence).