COPP

PROVINCE OF BRITISH COLUMBIA

Ministry of Forests and Lands

IN THE MATTER OF TREE FARM LICENCE NUMBER 43

INSTRUMENT NUMBER 5

AMENDMENT

BETWEEN:

THE MINISTER OF FORESTS AND LANDS OF BRITISH COLUMBIA on behalf of HER MAJESTY THE QUEEN IN RIGHT OF THE PROVINCE OF BRITISH COLUMBIA

(the "Licensor")

OF THE FIRST PART

AND:

SCOTT PAPER LIMITED P.O. BOX 3600 VANCOUVER, B.C. V6B 3Y7

(the "Licensee")

OF THE SECOND PART

WHEREAS:

The Licensor and Licensee have entered into Tree Farm Licence No. 43, dated January 1, 1985, pursuant to section 27 of the Forest Act of British Columbia; and

The parties have mutually agreed to amend the Key Map for Block 3, Area C of said agreement;

THIS INDENTURE WITNESSES that, in consideration of One dollar (\$1.00) and other good and valuable consideration paid by the Licensee to the Licensor (the receipt and sufficiency of which the Licensor acknowledges), the parties agree as follows: That Schedule "B" lands of the said Agreement be and it is hereby amended to include the lands formerly covered by Schedule "C" lands of the said Tree Farm Licence Number 43, namely, those parcels or tracts of land being more particularly shown outlined in bold black and described in the schedule attached hereto; and

That the parties hereto subject to the terms of this Indenture confirm in all other respects the said Agreement dated January 1, 1985.

This Indenture shall be binding upon the Licensor and his successors in office and the Licensee, its successors and assignee.

IN WITNESS TO THIS INDENTURE, it has been signed on behalf of the Crown and it has been executed by the Licensee.

SIGNED, SEALED AND) DELIVERED by the) HONOURABLE MINISTER OF FORESTS AND LANDS on behalf of the Crown, in the presence of:

THE COMMON SEAL of the Licensee was affixed in the presence bfa

Dated at Victoria, British Columbia this 3rd. . day SEPTEMBER 1987.

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Schedule C Lis

Appendix 1

Addition to Schedule "B" Tree Farm Licence No. 43

Block 3 Kingcome

Block A

Commencing at a point on the natural boundary of Kingcome River on the left bank thereof, said point being 2.580 kilometres north and 570 metres west of the most easterly southeast corner of Lot 252, Range 2 Coast Land District; thence south 45 degrees east 580 metres; thence south 15 degrees east 1.040 kilometres, more or less, to the natural boundary of an unnamed creek on the right bank thereof, said unnamed creek flowing southwesterly into aforesaid Kingcome River at a point 820 metres north and 260 metres west of the most easterly southeast corner of aforesaid Lot 252; thence in a general southwesterly direction along the natural boundary of said unnamed creek on the right bank thereof to the confluence of the natural boundary of said unnamed creek on the right bank thereof and the natural boundary of aforesaid Kingcome River on the left bank thereof; thence due south to the natural boundary of an island located in said Kingcome River on the easterly shore thereof; thence in a general southerly, westerly and northerly direction along the natural boundary of said island on the easterly, southerly and westerly shores thereof to a point 600 metres north and 740 metres west of the most easterly southeast corner of aforesaid Lot 252; thence due west to the natural boundary of aforesaid Kingcome

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River on the right bank thereof; thence in a general northerly direction along the natural boundary of said Kingcome River on the right bank thereof to a point 1.720 kilometres north and 980 metres west of the most easterly southeast corner of aforesaid Lot 252; thence north 45 degrees east 500 metres, more or less, to the natural boundary of said Kingcome River on the left bank thereof; thence in a general northerly direction along the natural boundary of said Kingcome River on the left to the point of commencement.

Block B

Commencing at a point on the natural boundary of Kingcome River on the right bank thereof, said point being 2.400 kilometres south and 1.820 kilometres west of the most easterly southeast corner of Lot 252, Range 2 Coast Land District; thence north 500 metres; thence north 25 degrees east 800 metres; thence north 45 degrees east 130 metres, more or less, to the natural boundary of aforesaid Kingcome River on the right bank thereof; thence in a general southerly and westerly direction along the natural boundary of said Kingcome River on the right bank thereof, to the point of commencement.

Block C

Daga 2 of E

Commencing at a point on the natural boundary of Kingcome River on the left bank thereof, said point being 1.230 kilometres north and 140 metres west of the southwest corner of Lot 1453, Range 2

Coast Land District; thence due west to the natural boundary of Kingcome River on the right bank thereof; thence west 30 metres; thence north 37 degrees west 120 metres, more or less, to the easterly limit of Forest Service Road 942-5489.01; thence in a general northwesterly direction along the easterly limit of said Forest Service Road to a point 2.840 kilometres north and 1.180 kilometres west of the southwest corner of aforesaid Lot 1453; thence north 54 degrees east 50 metres, more or less, to the natural boundary of a westerly channel of aforesaid Kingcome River on the right bank thereof; thence in a general northerly direction along the natural boundary of the westerly channel and the mainstream of said Kingcome River on the right banks thereof to a point 3.940 kilometres north and 1.860 kilometres west of the southwest corner of aforesaid Lot 1453; thence due east to the natural boundary of said Kingcome River on the left bank thereof; thence in a general northerly direction along the natural boundary of said Kingcome River on the left bank thereof to a point 5.620 kilometres north and 2.250 kilometres west of the southwest corner of aforesaid Lot 1453; thence due north to the natural boundary of an unnamed island on the southerly shore thereof; thence in a general westerly, northerly and easterly direction along the natural boundary of said island on the southerly, westerly and northerly shores thereof to a point 6.120 kilometres north and 1.840 kilometres west of the southwest corner of aforesaid Lot 1453; thence north 60 degrees east to the natural boundary of aforesaid Kingcome River on the left bank thereof; thence in a general southerly direction along the natural boundary

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of said Kingcome River on the left bank thereof to a point 5.660 kilometres north and 1.730 kilometres west of the southwest corner aforesaid Lot 1453; thence south 29 degrees east of 1.780 kilometres; thence east 300 metres, more or less, to the natural boundary of Hoodas Creek on the right bank thereof; thence in a general southerly direction along the natural boundary of said Hoodas Creek on the right bank thereof to a point 3.090 kilometres north and 220 metres west of the southwest corner of aforesaid Lot 1453; thence west 360 metres, more or less, to the natural boundary of aforesaid Kingcome River on the left bank thereof; thence in a general southerly direction along the natural boundary of said Kingcome River on the left bank thereof to a point 2.780 kilometres north and 660 metres west of the southwest corner of aforesaid Lot 1453; thence south 31 degrees east 680 metres, more or less, to the natural boundary of aforesaid Hoodas Creek on the right bank thereof; thence in a general southeasterly direction along the natural boundary of Hoodas Creek on the right bank thereof to a point on the southerly boundary of Ecological Reserve No. 40-B, Order in Council 2886/72 said point being 2.030 kilometres north and 30 metres west of the southwest corner of aforesaid Lot 1453; thence in a general easterly direction along the southerly boundary of said Ecological Reserve to a point 2.100 kilometres north and 240 metres east of the southwest corner of said Lot 1453; thence south 30 degrees east 800 metres; thence north 75 degrees east 660 metres, more or less, to the natural boundary of Atlatzi River on the right bank thereof; thence in a general southerly direction along the

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natural boundary of said Atlatzi River on the right bank thereof to a point 1.020 kilometres north and 1.240 kilometres east of the southwest corner of aforesaid Lot 1453; thence due west 5 metres, more or less, to the easterly limit of Forest Service Road 942-5489.02; thence in a general southerly direction along the easterly limit of said Forest Service Road to the natural boundary of aforesaid Kingcome River on the left bank thereof; thence in a general westerly and northerly direction along the natural boundary of said Kingcome River on the left bank thereof to the point of commencement.

Save and excepting thereout all that foreshore and land covered by water within the above described areas.

Containing a total of 75 hectares, more or less.

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EXHIBIT A Date JUNE 23, 1987 Ref. Map <u>92 M/SE⁻B</u> **Province of British Columbia Ministry of Forests** Base T.F.L. KEY MAP FOREST SERVICE Scale 1: 63360 MOP OF INSTRUMENT NO 5 TO T.F.L No. 43 75-780 Fm Forest Region ____OI - VANCOUVER hectares ± Outlined Area .. District _____ 19 - PORT MCNEILL U.T.M. Zone East North Reg. Compt. L Land District RANGE 2 COAST 056590005001 0 9 6 9 8 0 0 0 Grid MANAGEMENT UNIT SUPPLY AREA TIMBER Pulpwood Cascades Ägreement Type Number Т Number Block 43 East Block 3 Sub-B West ECOL. RESERVE 40 A 8 B EXCLUDED FROM TEL 43 ADDITION TO SCHEDULE B BY INSTRUMENT No. 4 PofC. BK.A WILDWATER (mangener BK. B ス PofC ECOL. RES. z No.40A G O