

COPY

AMENDMENT NO. 1

THIS INDENTURE made in duplicate this 20th day of October in the year of Our Lord one thousand nine hundred and fifty-five.

BETWEEN:

THE MINISTER OF LANDS AND FORESTS of the Province of British Columbia, who, with his successors in office, is

hereinafter called "the Licensor", of the one part,

AND

CELGAR DEVELOPMENT COMPANY, LIMITED, a Corporation duly incorporated under the laws of the Province of British Columbia, and having its registered office in the City of Vancouver in the said Province,

hereinafter called "the Licensee", of the other part.

WHEREAS pursuant to the provisions of Section 33 of the "Forest Act", the Licensor and the Licensee entered into an agreement by an Indenture, dated the 20th day of July, 1955, known and referred to as the "Arrow Lakes Forest Management Licence" which is numbered 23 on the Forest Service register of Forest Management Licences.

AND WHEREAS the parties hereto have mutually agreed to amend the said agreement as hereinafter set forth.

NOW THEREFORE THIS INDENTURE WITNESSETH THAT in consideration of the premises and mutual agreements hereinafter expressed, it is hereby agreed as follows:

1. That the said agreement dated the 20th day of July, 1955, is amended by adding the following as Clause 53A:

"The Licensor reserves the right to give a licence to cut and remove Crown timber from within the licence area pursuant to the provisions of Subsections (32) and (33) of Section 33 of the "Forest Act", subject to conditions as follows:

- (a) Applications for licences to cut and remove timber will only be considered from those operators who have actively conducted operations for the harvesting on, and removal of timber from, the area embraced in this Forest Management Licence during the period January 1st, 1945, to May 27th, 1952.

(b) The quantity of timber that may be cut and removed by any individual operator will be at the discretion of the Minister of Lands and Forests, but the total quantity will not exceed an amount equal to the average annual amount of timber harvested by the operator concerned from the area embraced in this Forest Management Licence during the period from January 1st, 1945, to May 27th, 1952, multiplied by the number of years of the term of such licence.

(c) No licence issued under this Clause will extend beyond June 30th, 1959."

2. Subject as provided in Clause 1 above, the parties hereby confirm and ratify the said agreement dated the 20th day of July, 1955, in all other respects.

IN WITNESS WHEREOF the Licensor has executed these presents and the Licensee has hereunto affixed its corporate seal by the hands of its proper officer in that behalf.

SIGNED SEALED AND DELIVERED
in the presence of:

Noël Ferguson
Witness

R. B. Summers
Minister of Lands and Forests

THE COMMON SEAL OF THE LICENSEE
was hereunto affixed in the
presence of:

Wentworth Brown - Vice President
Gar A. Barclay - Assistant Secretary