

PROVINCE OF BRITISH COLUMBIA

Ministry of Forests

IN THE MATTER OF TREE FARM LICENCE NUMBER 38

INSTRUMENT NUMBER 10

Amendment

THIS AGREEMENT is dated the 12 day of March, 1998.

BETWEEN: THE MINISTER OF FORESTS, on behalf of HER MAJESTY THE QUEEN IN RIGHT OF THE PROVINCE OF BRITISH COLUMBIA, Parliament Buildings, Victoria, British Columbia, V8V 1X4.

(the "Licensor")

AND: **INTERNATIONAL FOREST PRODUCTS LIMITED**
P.O. Box 49114, Bentall Postal Station
Suite 3500, 1055 Dunsmuir Street
Vancouver, British Columbia
V7X 1H7

(the "Licensee")

Whereas, pursuant to Section 54(1)(a) of the *Forest Act*, consent was given to the transfer of ownership from Weldwood of Canada Limited to International Forest Products Limited;

And whereas, pursuant to Section 56(1)(b) of the *Forest Act*, the government portion of the allowable annual cut (AAC) available to the Tree Farm Licence (TFL) 38 holder was reduced by 5 percent or 12 463 m³/year;

Therefore, pursuant to Section 56(9)(b) of the *Forest Act*, the Licensor hereby withdraws the following parcel of land from Schedule "B" of the said TFL 38, which has the capability of sustaining an AAC of no more than 12 463 m³/year;


Namely, that parcel of land identified and described as outlined in bold black on the attached Exhibit "A" dated October 9, 1997, totalling approximately 24 484 hectares, more or less;

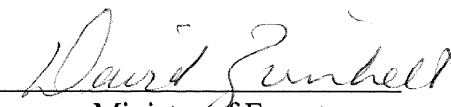
And the said parcel of land so withdrawn is and shall be henceforth no longer part of or subject to the TFL 38;

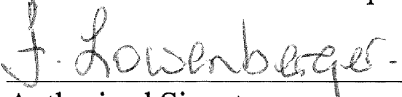

Removal of this parcel of land from Schedule "B" land from TFL 38, will reduce the Small Business Forest Enterprise Program's AAC from 25 581 m³ to 13 118 m³ within TFL 38. Therefore, Paragraph 1.08(a) of the TFL 38 licence agreement is amended to read as such:

"subject to Paragraph 1.16, 13 118 m³ of the AAC, under non-replaceable timber sale licences; and"

This agreement has been executed by the Licensor and Licensee on the day and year first written above.

SIGNED, SEALED AND DELIVERED)
by the Minister of Forests on behalf of)
Her Majesty the Queen in Right of the)
Province of British Columbia in the)
presence of: )
_____)
_____)
_____)


Minister of Forests

THE COMMON SEAL C/S of the)
Licensee was affixed in the presence of:)
)
Authorized Signatory)
)
Authorized Signatory)

C/S

(or)

SIGNED, SEALED AND DELIVERED)
by the Licensee in the presence of:)
_____)
_____)
_____)

Authorized Signatory

Title

INSTRUMENT NO. 10

TO

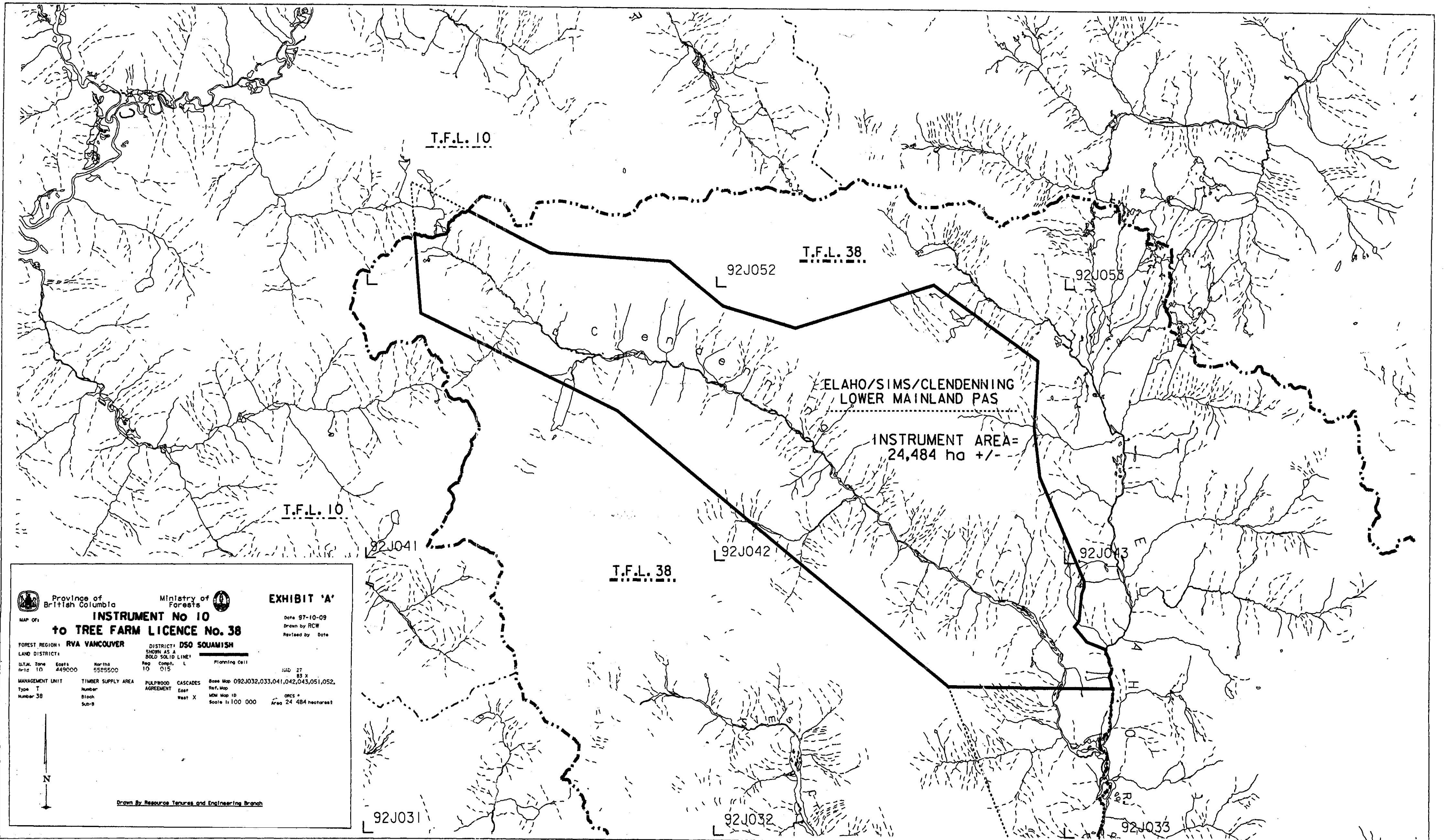
TREE FARM LICENCE 38


All those parcels or tracts of Crown land, situated in Lillooet District and lying within the following described boundaries:

Commencing at a point at the intersection the northerly boundary of the watershed of Clendenning Creek and a line bearing northwesterly between the summit of Beach Mountain and the summit of Jointed Mountain; thence in a general northeasterly direction along the northerly boundary the watershed of said Clendenning Creek to the intersection with a line drawn southeasterly between the summit of said Jointed Mountain and the summit of Trotter Peak; thence (following the boundaries of Elaho/Sims/Clendenning Protected Area) southeasterly in a straight line to the summit of Trotter Peak; thence southeasterly in a straight line to the summit of Elaho Mountain; thence on an approximate bearing of 128 degrees, a distance of 2.8 kilometres, more or less, to the summit of an unnamed mountain; thence on an approximate bearing of 105 degrees a distance of 3.1 kilometres, more or less, to the summit of an unnamed mountain; thence on an approximate bearing of 70 degrees, a distance of 5.9 kilometres, more or less, to the summit of an unnamed mountain; thence on a bearing of 124 degrees, a distance of 5.25 kilometres; thence on a bearing of 182 degrees, a distance of 2.72 kilometres; thence on an approximate bearing of 171 degrees, a distance of 2.03 kilometres; thence on a bearing of 154 degrees, a distance of 4.50 kilometres; thence due South a distance of 220 metres; thence on a bearing of 200 degrees, a distance of 300 metres; thence on a bearing of 184 degrees, a distance

of 1.05 kilometres; thence on a bearing of 216 degrees, a distance of 300 metres; thence on an approximate bearing of 139 degrees, a distance of 800 metres, more or less, to the summit of an unnamed mountain; thence on a bearing of 110 degrees to the right natural boundary of Elaho River; thence southerly along the right natural boundary of Elaho River to a point due east of the summit of Mount Ralph; thence (departing from the boundaries of said Elaho/Sims/Clendenning Protected Area) westerly in a straight line to the summit of said Mount Ralph; thence (following the boundaries of said Elaho/Sims/Clendenning Protected Area) northwesterly in a straight line to the summit of Frontline Mountain; thence northwesterly in a straight line to the summit of Beach Mountain; thence northwesterly in a straight line bearing towards to the summit of Jointed Mountain, to a point of the northerly boundary of the watershed of said Clendenning Creek being the point of commencement.

The whole containing 24,484 hectares, more or less.




 Province of British Columbia
 Ministry of Forests
INSTRUMENT No 10
to TREE FARM LICENCE No. 38

MAP OF: **EXHIBIT 'A'**
 Date 97-10-09
 Drawn by RCW
 Revised by Date

FOREST REGION: RVA VANCOUVER	DISTRICT: DSO SQUAMISH
LAND DISTRICT:	SHOWN AS A BOLD SOLID LINE
UTM. Zone East 449000 North 5595500	Map Comp. L Planning Cell
MANAGEMENT UNIT Type T Number 38	TIMBER SUPPLY AREA Number Block Sub-B
PULPMOOD AGREEMENT	CASCADES East West X
Base Map 092J032,033,041,042,043,051,052.	Ref. Map MM Map 10 Scale 1:100 000
	ORCS # Area 24 484 hectares

Drawn By Resource Tenures and Engineering Branch