

PROVINCE OF BRITISH COLUMBIA  
Ministry of Forests

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IN THE MATTER OF TREE FARM LICENCE NUMBER 48

INSTRUMENT NUMBER 2

Amendment

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THIS AGREEMENT is dated the 3rd day of December, 1996.

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:

CANADIAN FOREST PRODUCTS LIMITED  
Box 49420  
Bentall Postal Stations  
Vancouver, B.C.  
V7X 1B5

(The "Licensee")

WHEREAS:

- A. The Licensor and the Licensee entered into Tree Farm Licence 48 (the "TFL"), dated December 1, 1988, pursuant to the provisions of section 27.1 of the *Forest Act* of British Columbia;
- B. The parties have mutually agreed to amend the TFL, pursuant to the provisions of section 28(1)(e)(i) of the *Forest Act*, to reflect the harvesting rights intended at the time the TFL was entered into.

The TFL is amended by:

1. Deleting "timber" from subparagraph 1.01 (c) of the TFL and substituting "timber that is part of a coniferous stand or a coniferous leading stand", so that the amended 1.01 reads as follows:

- 1.01 Subject to this Licence and in consideration of the Licensee's covenants in it, the Licensor grants to the Licensee,
  - (a) the right during the term of this Licence to enter and occupy Crown land in the Licence area for the purpose of managing the timber resources and timber growth capability of the land according to this Licence and the Forest Act,
  - (b) the right during the term of this Licence to manage Crown land in the Licence area according to this Licence and the Forest Act, and
  - (c) subject to paragraphs 1.05, 1.07, **1.08**, 14.01, 14.02 and the Forest Act, the right during the term of this Licence to harvest **timber that is part of a coniferous stand or a coniferous leading stand**, from Crown land in the Licence area, according to management and working plans and pre-harvest silviculture prescriptions, and from areas specified in cutting permits issued from time to time under this Licence;

2. Adding the following:

- 1.08 In addition to any timber disposed of under paragraph 1.05, each year during the term of this Licence, the Regional Manager or District Manager may dispose of timber, under timber sale licences issued pursuant to a pulpwood agreement, provided
  - (a) the timber is
    - (i) of the type referred to in Section 34(1)(b) of the *Forest Act*,
    - (ii) within a pulpwood area designated by the Minister, and
    - (iii) within areas of Schedule B Land, and
  - (b) the volume of timber disposed of does not exceed an amount equal to the portion of the allowable annual cut which the Chief Forester determines is attributable to timber of the type referred to in clause(a)(i), having regard to the factors and information considered by the Chief Forester in his or her most recent determination of the allowable annual cut;

3. Adding the following to part 15.00 INTERPRETATION

15.02 (u) "coniferous leading stand" means a stand of timber that has 50 % or more of it's net volume of a coniferous species, based on a timber cruise of the stand.

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. )

*[Signature]* )  
\_\_\_\_\_)  
\_\_\_\_\_)

*David Dunlop*  
Minister of Forests

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

\_\_\_\_\_)  
Authorized Signatory of Licensee )

C/S

\_\_\_\_\_)  
Title )

\_\_\_\_\_)  
Authorized Signatory of Licensee )

\_\_\_\_\_)  
Title )

(OR)

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

*[Signature]* )  
*[Signature]* )  
\_\_\_\_\_)

*Kenneth D. Higginbotham*  
Authorized Signatory of Licensee  
Vice-President  
*Chief Forester*

Title

*[Signature]*  
Vice-President  
And Secretary