



Prince Rupert Gas Transmission Ltd.
450 – 1st Street SW
Calgary, Alberta
T2P 5H1

Attention: Keri-Lynn Bruce

RE: Commission File Number 9644270

Permit Holder: Prince Rupert Gas Transmission Ltd.
Date of Issuance: October 13, 2016
Effective Date: October 13, 2016
Application Submitted Date: April 27, 2016
Commission File Number: 9644270
Approved Disturbance Footprint: 10.65 ha

GENERAL PERMISSIONS, AUTHORIZATIONS and CONDITIONS

PERMISSIONS

Oil and Gas Activities Act

1. The BC Oil and Gas Commission, under section 25 (1) of the *Oil and Gas Activities Act*, hereby permits the Permit Holder referenced above to carry out the following activities subject to the conditions contained herein, any applicable exemptions and authorizations:
 - a) To construct, maintain and operate an oil and gas road as detailed in the Permitted Activities and Activity Details tables below.

PERMITTED ACTIVITIES

Road Number No.: 04132	Segment No.: 1
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2. The permissions and authorizations granted under this permit are limited to the area described in construction plan Document No: 47.3.0.0_OGC_CONST, sheet 1 - 2 of 2, revision 2, dated January 18, 2016 (the "construction plan") by McElhanney as submitted to the Commission in the permit application dated April 27, 2016 (hereinafter referenced as the "operating area").

Petroleum and Natural Gas Act.

3. Pursuant to section 138(1) of the *Petroleum and Natural Gas Act*, the Permit Holder is permitted to enter, occupy and use any unoccupied Crown land located within the activity area to carry out the oil and gas activities and related activities permitted, or authorized herein.

- a) The permission to occupy and use Crown land does not entitle the Permit Holder to exclusive possession of the area.
- b) The total disturbance within the activity area must not exceed the total approved disturbance footprint as referenced above.

AUTHORIZATIONS

Forest Act

4. Pursuant to section 47.4 of the *Forest Act*, the Permit Holder is authorized to remove Crown timber from the activity area under the Cutting Permit(s) associated with the Master Licence(s) as follows:

Master Licence to Cut No.: M02372

Cutting Permit No.: 15

Timber Mark No.: MTB 861

Total New Cut: 7.61 ha

Forest District: Mackenzie Natural Resource District

Region: Interior

5. The Cutting Permit(s) are deemed spent upon the submission of the post-construction plan or upon either the cancellation or expiry of the activities authorized by this permit.

CONDITIONS

Notification

6. A notice of construction start must be submitted prior to the commencement of activities under this Permit 48 hours before or as per the relevant legislation if longer than 48 hours. Notification must be submitted via Kermit for pipelines and facilities. For all other activity types Notification must be submitted through OGC.ExternalNotifications@bcogc.ca.
7. Within 60 days of the completion of all activities under this permit, the Permit Holder must submit to the Commission via eSubmission, a final post-construction plan as a shapefile and PDF plan accurately identifying the location of the total area actually disturbed under this permit.
2. The Permit Holder must notify the Halfway River First Nation Lands Department office two (2) working days prior to project commencement. Notification will be sent via email to blilly@hrfn.ca and referral@hrfn.ca.
3. The permit holder must notify the Saulneau First Nations Lands Department office two (2) working days prior to commencement. Notification will be sent to Fernie Garbitt at fgarbitt@saulneau.com.

General

4. The rights granted by this permit in relation to unoccupied Crown land are subject to all subsisting grants to or rights of any person made or acquired under the *Coal Act, Forest Act, Land Act, Mineral Tenure Act, Petroleum and Natural Gas Act, Range Act, Water Sustainability Act* or *Wildlife Act*, or any extension or renewal of the same.
5. The Permit Holder must not assign, sublicense or permit any person to use or occupy any Crown land within the activity area, other than its employees, contractors or representatives, without the Commission's written consent.

6. The Permit Holder must ensure that any Crown land within the activity area is maintained in a condition so as to minimize hazards, including but not limited to hazards associated with storage of materials and equipment.
7. The Permit Holder must ensure that any Crown land within the activity area is maintained free of garbage, debris and unused equipment.

Environmental

8. Construction activities must not result in rutting, compaction or erosion of soils that cannot be reasonably rehabilitated to similar levels of soil productivity that existed on the operating area prior to the construction activities taking place.
9. Any temporary access must be constructed and maintained in a manner that provides for proper surface drainage, prevents pooling on the surface, and maintains slope integrity.

Clearing

10. The Permit Holder is permitted to fell any trees located on Crown land within 1.5 tree lengths of the activity area that are considered to be a safety hazard according to *Workers Compensation Act* regulations and must be felled in order to eliminate the hazard. Trees or portions of these trees that can be accessed from the activity area without causing damage to standing timber may be harvested.
11. The holder of the Cutting Permit must pay to the government, stumpage and any waste billing determined in accordance with the terms of this authorization.
12. The authorized Cutting Permit does not grant the Permit Holder the exclusive right to harvest Crown timber from the activity area. Authority to harvest some or all of the timber may be granted to other persons. The Permit Holder's right to harvest timber applies to any timber found on the site at the time they undertake harvesting activities.
13. All harvested Crown timber must be marked with the cutting permit's associated Timber Mark.
14. Stumpage for cutting permits falling within the Interior Area, as defined in the Interior Appraisal Manual (Manual) will be calculated in accordance with the Manual as amended from time to time. In the current version of the Manual, stumpage will be determined in accordance with Table 6-7 (area based)
15. Any waste assessments applied under the Master Licence to Cut are subject to the merchantability specifications and monetary waste billing requirements in the Provincial Logging Residue and Waste Manual specific to the region associated with the Cutting Permit authorization.

Archaeology

16. An Archaeological Impact Assessment (AIA) is required for the proposed development area prior to any development activities taking place.
17. An AIA report must be submitted to the Commission as soon as practicable.
18. If artifacts, features, materials or things protected under section 13(2) of the Heritage Conservation Act are identified the permit holder must, unless the permit holder holds a permit under section 12 of the Heritage Conservation Act issued by the Commission in respect of that artifact, feature, material or thing:
 - a. immediately cease all work in the vicinity of the artifacts, features, materials or things;
 - b. immediately notify the Commission and the Archaeology Branch of the Ministry of Forests, Lands and Natural Resource Operations; and

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- c. refrain from resuming work in the vicinity of the artifacts, features, materials or things except in accordance with an appropriate mitigation plan that has been prepared in accordance with the Heritage Conservation Act and approved by the Archaeology Branch of the Ministry of Forests, Lands and Natural Resource Operations.

ACTIVITY SPECIFIC PERMISSIONS AND CONDITIONS

ROAD

Road Number: 04132

ACTIVITY DETAILS

Seg No.: 1	FROM: d-36-G, 93-O-6 TO: d-28-G, 93-O-6
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All permissions for this activity are subject to the following conditions:

Road Conditions

19. The Permit Holder will immediately effect, and keep in force insurance of an amount not less than \$1,000,000 protecting the Province, the Commission and the Permit Holder (without any rights of cross-claim or subrogation) against claims for personal injury, death, property damage, or third party liability claims arising from any accident or occurrence on the activity area.

ADVISORY GUIDANCE

1. Appropriate tenure may be issued upon acceptance of the post-construction plan. Submission of the original application and submission of the post-construction plan is considered an application for all subsequent applicable *Land Act* tenures. Upon the Commission's acceptance of the post-construction plan no further applications for replacement tenure are required.
2. The term "unused equipment" has the same definition as in the Drilling and Production Regulation.

All pages included in this permit and any attached plan(s) form an integral part of this permit.



Tarilee Rauscher
Authorized Signatory
Commission Delegated Decision Maker

Copied to:
Land Agent – Roy Northern Land Services Ltd.
First Nations – HRFN, MLIB, SFN, WMFN
Ministry of Forests District Office – Mackenzie Natural Resource District