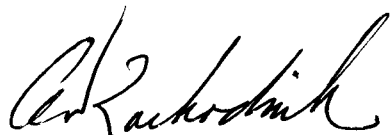


Province of British Columbia Ministry of Environment, Lands & Parks

**PERMIT UNDER THE WATER ACT AUTHORIZING THE
OCCUPATION OF CROWN LAND**

The holders of Conditional Water Licence 107774, whose licence authorizes the diversion and use and storage of water from Loon Creek and the reservoirs are Pozzobon Lake and Loon Lake, are hereby authorized to occupy Crown Land by flooding and constructing, maintaining and operating thereon the works authorized under the said licence and any licence which may be issued in substitution thereof.

- (a) The Crown Land which is authorized to be occupied under this permit is a portion of North East 1/4 of Section 32 and North West 1/4 of Section 33, Township 20, Range 14, W6M, Kamloops Division Yale District, the location of which is shown approximately on the plan attached to the said water licence.
- (b) The approximate area of the Crown Land authorized to be occupied under this permit is as follows:
- | | |
|-------|-------------------------|
| | 1.20 acres for dams |
| | 2.00 acres for flooding |
| <hr/> | |
| Total | 3.20 acres |
- (c) The permittee may cut and remove from the said Crown Land any timber necessary to permit construction and maintenance of the said works. and clearing of the said lands which may be flooded. Prior to the cutting, destruction or flooding of any timber, the permittee shall apply for and obtain a licence to cut timber from the District Manager and the amount of stumpage, royalty and (or) compensation payable to the Crown in respect of trees, including merchantable or young growth, cut, removed, damaged, or destroyed by the permittee, shall be the sum or sums fixed by the Ministry of Forests of the Province of British Columbia.
- (d) This permit is appurtenant to the land, mine or undertaking to which the aforesaid water licence is appurtenant.
- (e) This permit shall become void if the water licence with respect to which the permit is issued should terminate, be abandoned or cancelled, or amended so as to render this permit unnecessary.
- (f) This permit is issued and accepted on the understanding that the permittee shall indemnify and save harmless the Government of the Province of British Columbia for all loss, damage to works, cost or expense suffered by the permittee by reason of the Crown Land or any portion thereof being submerged or damaged by erosion or otherwise affected by flooding.
- (g) The holder of this permit shall not be entitled to compensation if the Crown grants permits to other persons to occupy the land affected by this permit.
- (h) In the event of a dispute at any time with respect to the area or boundaries of the land affected by this permit, the holder shall, at his own expense, have the said land surveyed by a duly qualified surveyor.


A.D. Zackodnik
Regional Water Manager
duly authorized designate of the
Minister of Environment, Lands & Parks