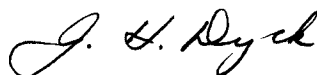


MINISTRY OF ENVIRONMENT, LANDS & PARKS

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

The holder of Conditional Water Licence 35222 whose licence authorizes the diversion and use of water from Davis Creek, is hereby authorized to occupy Crown land by constructing, maintaining and operating thereon the works authorized under the said licence.

- a) The Crown land which is authorized to be occupied under this permit is that part of District Lot 187, Kootenay District, lying west of Kaslo Street and Government Trail leading to Trout Lake as shown on Plan 492 except parts included in 1) Plan R146; 2) Parcel A, (Explanatory Plan 7679) and 3) Plan 492, 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 0.08 acre, being 230 feet in length and 15 feet in width for a diversion structure and pipeline.
- c) Prior to the cutting, destruction or flooding of any timber necessary for the construction, operation and maintenance of the said works, the permittee shall apply for and obtain a licence to cut timber from the District Manager of the Ministry of Forests. The amount of stumpage, royalty and (or) compensation payable to the Crown in respect to trees, including merchantable or young growth, cut, removed, damaged, or destroyed by the permittee, shall be the sum or sums fixed by the Forest Service of the Province of British Columbia.
- d) This permit is appurtenant to the land, mine or undertaking to which the aforesaid water licences are appurtenant.
- e) This permit shall become void if the water licences 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.



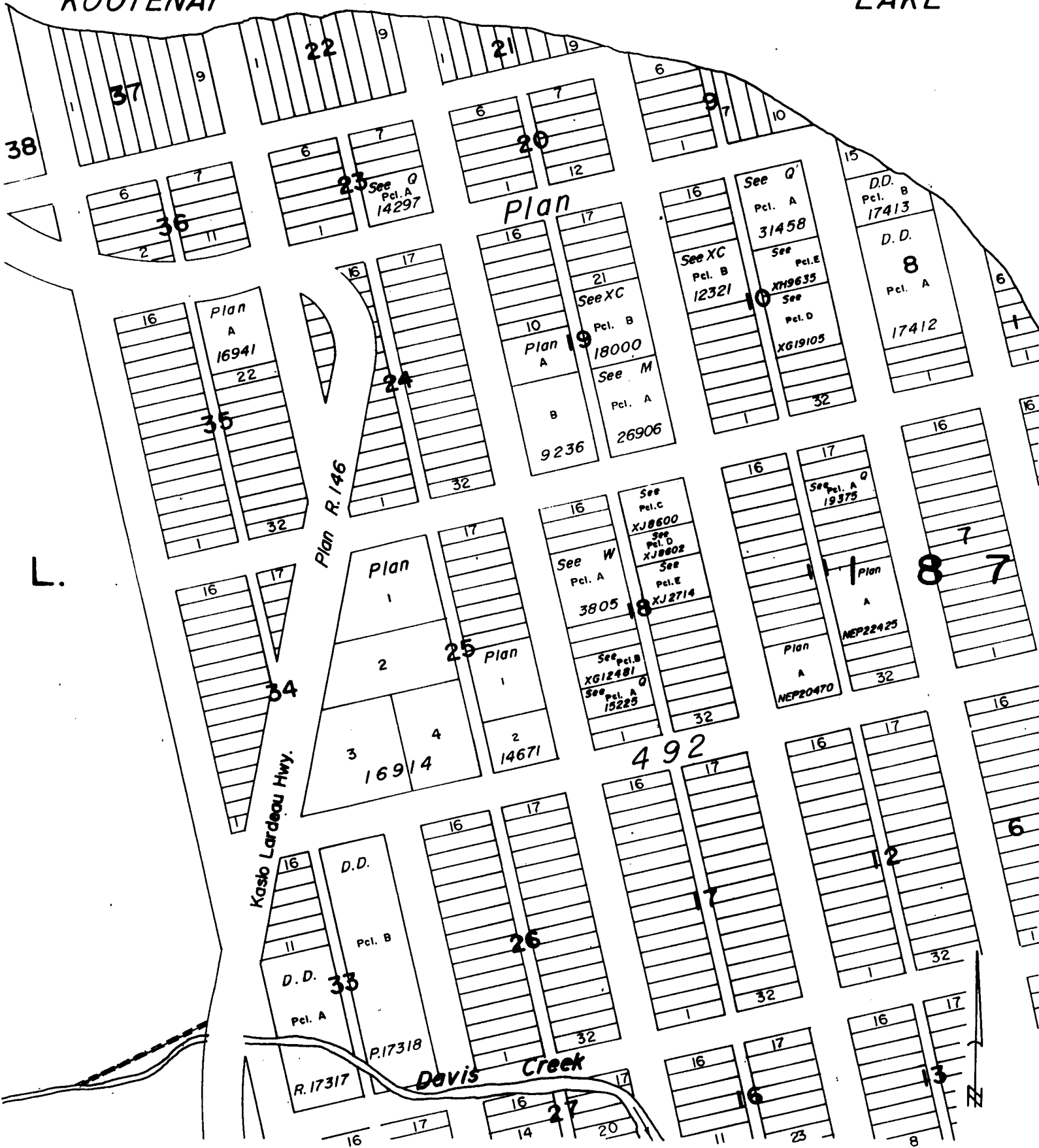
J.H. Dyck, P. Eng.
Regional Water Manager
duly authorized designate of the
Minister of Environment, Lands & Parks



Province of British Columbia

KOOTENAY

LAKE



WATER DISTRICT :KASLO
PRECINCT :LARDEAU
LAND DISTRICT :KOOTENAY

LEGEND

Scale : 200 Feet to 1 Inch
Map Number : WR 4011A
Permit over Crown Land : ~~-----~~

Signature J. H. Dyck
Date March 10, 1997

File 0290216
P.C.L. 22174

The boundaries of the land to which this licence is appurtenant are shown thus: ~~-----~~