



NOTICE TO ALL EXPORTING LICENCEES AND INTERESTED PARTIES

Log Export Policy

AUG 28 1987

1. For your information, the method of calculating the fee in lieu of manufacture charged against logs exported from British Columbia and Canada is being changed to the following:
 - (a) For surplus coniferous logs the fee shall be 30% of the amount the invoiced value of the exported logs exceeds the domestic average log selling price calculated according to policies and procedures approved by the Minister in effect the date the export permit application (F.S. 38) is received.
 - (b) For coniferous timber considered uneconomical the fee shall be 15% of the amount the invoiced value of the exported logs exceeds the domestic average log selling price calculated according to policies and procedures approved by the Minister in effect the date the export permit application (F.S. 38) is received.
 - (c) A minimum fee rate of \$1.00 per m³ shall be charged for deciduous timber, timber exempted by Order in Council 2062/85 (Stewart-North Kalum) and where the fee calculated by method (a) or (b) above, is less than \$1.00 per m³.
2. Effective the change, no application for an export permit, form F.S. 38, will be processed unless the application is accompanied by a copy of the exporters' sales invoice for the logs delivered, ready for loading aboard ship and/or transportation from Canada.
3. The change in fee in lieu of manufacture will apply to all harvested exemption applications received after August 28, 1987.

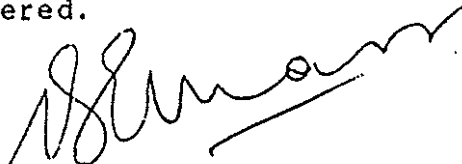
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Min.

MINISTER OF FORESTS & LANDS	
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Don Pugh's comments.

- .. The change in fee in lieu of manufacture will apply to all standing timber exemptions approved after September 1, 1987.
5. The change in fee in lieu of manufacture on all current standing timber exemptions will become effective November 1, 1987.
6. Order in Council 1252/87 (Mid Coast, North Coast and Queen Charlotte Islands T.S.A.s) will not be renewed after the expiry date of March 31, 1988. After that date procedures for exempting timber from manufacture within the Province will be the same as for the south coast.
7. The Timber Export Advisory Committee will continue to review the fairness of all offers to purchase surplus timber and all applications for timber considered to be uneconomical. *Procedure as attached*
8. High valued timber does not meet the requirements for exemption from manufacture within the Province. Only logs of balsam, hemlock and spruce graded H or lower, fir logs graded D and lower, pine logs all grades and deciduous logs will be considered.



- *P* Dave Parker
Minister