

File: 195-30/IAPP

June 26, 2006

BY EMAIL

To: Interior Regional Managers

Re: Market Pricing System - Interior

The following stumpage appraisal parameter values are effective July 1, 2006.

Interior Average Market Price	17.70
Interior Mean Value Index	6.30
Interior Base Rate	18.62

The 3 month lumber average market values, consumer price index and United States dollar exchange rate for calculating the average market price and for BCTS stumpage rates effective July 1, 2006 are attached.



The 12 month lumber and chip average market values and the regional average basic silviculture costs by species, effective July 1, 2006, are also attached.

These parameters can also be found on the Revenue Branch home page on the Internet at:
<http://www.for.gov.bc.ca/hva/>

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Bill Howard
Director
Revenue Branch

Attachments

Interior Regional Managers

pc: Mike Falkiner, A/Director, Operations, BC Timber Sales

Merva Lyons, Revenue Co-Manager, Southern Interior Forest Region

Jim Schafthuizen, Revenue Co-Manager, Southern Interior Forest Region

Tracy Hendry, Timber Pricing Co-ordinator, Southern Interior Forest Region

John McClary, Revenue Manager, Northern Interior Forest Region

Jason Nunn, Timber Pricing Officer, Northern Interior Forest Region

Shawn Rice, Timber Pricing Co-ordinator, Northern Interior Forest Region

Jim Davison, Senior Timber Pricing Accountant, Interior, Revenue Branch

Bob Bull, Senior Timber Pricing Forester, Revenue Branch

Brenda Abbott, Timber Pricing Accountant, Interior, Revenue Branch

Steve Fletcher, Senior Timber Pricing Forester, Systems, Revenue Branch

Sabina Ghazarian, Timber Pricing Forester, Systems, Revenue Branch

Jo-Anne White, Timber Pricing Systems Clerk, Revenue Branch

Interior Appraisal Advisory Committee

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Ministry of Finance and Corporate Relations

Location: Main Floor, 541 Superior Street, Victoria, BC

Mailing Address: P.O. Box 9459 Stn Prov Govt, Victoria, BC, V8W 9V7

Telephone at: (250) 356-0843

Fax Number: (250) 356-0846

MARKET PRICING SYSTEM LUMBER VALUES (\$/MBM)

FROM THE THREE MONTHS ENDED April 30, 2006

FOR MARKET PRICING STUMPAGE CALCULATIONS BETWEEN July 1 and 31, 2006

AMV ZONE	BALSAM	CEDAR	FIR / LARCH	HEMLOCK	LODGE- POLE PINE	WHITE PINE	YELLOW PINE	SPRUCE
5	316	563	410	319	316	316		316
6	319	563		319	316			316
7	346	563	420	319	346	346	346	346
8	325	563	410	319	325	325	325	325
9	306				306			306

B.C. C.P.I. (P110000) effective this period:	127.1
Bank of Canada - US Exchange Rate C\$/US\$	0.9013

For Appraisals Effective January 1, 1999

Zone 5: Northern Interior & Quesnel

Zone 6: Skeena

Zone 7: Southern Interior

Zone 8: Southern Cariboo

Zone 9: Fort Nelson - Peace

Prepared by Revenue Branch, Ministry of Forests and Range

**AVERAGE MARKET VALUES FOR STUD AND RANDOM LENGTH LUMBER
COINCIDENT ZONING
EFFECTIVE JULY 1, 2006
FOR THE TWELVE MONTHS ENDED MARCH 31, 2006
AVERAGE LUMBER MARKET VALUES (\$/MBM)**

AMV ZONE	BALSAM		CEDAR	FIR / LARCH		HEMLOCK	LODGEPOLE PINE		WHITE PINE	YELLOW PINE	SPRUCE	
	Stud	Random	All	Stud	Random	All	Stud	Random	All	All	Stud	Random
5	321	290	500	321	379	307	321	321	298		321	330
6	321	291	500	321	379	307	321	321	298		321	330
7	315	308	500	315	385	307	315	340	302	340	315	350
8	328	294	500	328	369	302	328	326	297	333	328	334
9	284	279					284	311			284	317

For Appraisals Effective March 1, 1993

Zone 5: Northern Interior & Quesnel

Zone 6: Skeena

Zone 7: Southern Interior

Zone 8: Southern Cariboo

Zone 9: Fort Nelson - Peace

AVERAGE MARKET VALUES FOR SMALL LOGS
EFFECTIVE JULY 1, 2006
FOR THE TWELVE MONTHS ENDED MARCH 31, 2006
AVERAGE LUMBER MARKET VALUES (\$/MBM)

AMV ZONE	BALSAM		CEDAR	FIR / LARCH		HEMLOCK	LODGEPOLE PINE		WHITE PINE	YELLOW PINE	SPRUCE	
	Stud	Random	All	Stud	Random	All	Stud	Random	All	All	Stud	Random
15	292	292	455	292	292	279	292	292	271		292	292
16	292	292	455	292	292	279	292	292	271		292	292
17	287	287	455	287	287	279	287	287	275	309	287	287
18	298	298	455	298	298	275	298	298	270	303	298	298
19	258	258					258	258			258	258

For Appraisals Effective December 1, 1994

Zone 15: Northern Interior & Quesnel

Zone 16: Skeena

Zone 17: Southern Interior

Zone 18: Southern Cariboo

Zone 19: Fort Nelson - Peace

**AVERAGE MARKET VALUES FOR SMALL LOG LICENSES
EFFECTIVE JULY 1, 2006
FOR THE TWELVE MONTHS ENDED MARCH 31, 2006
AVERAGE LUMBER MARKET VALUES (\$/MBM)**

AMV ZONE	BALSAM		CEDAR	FIR / LARCH		HEMLOCK	LODGEPOLE PINE		WHITE PINE	YELLOW PINE	SPRUCE	
	Stud	Random	All	Stud	Random	All	Stud	Random	All	All	Stud	Random
25	201	201	500	220	220	307	210	210	208		199	199

For Appraisals Effective April 1, 1997
Zone 25: Interior

**AVERAGE MARKET VALUES FOR GRADE 4 HEMLOCK LOGS
EFFECTIVE JULY 1, 2006
FOR THE TWELVE MONTHS ENDED MARCH 31, 2006
AVERAGE LUMBER MARKET VALUES (\$/MBM)**

AMV ZONE	BALSAM		CEDAR	FIR / LARCH		HEMLOCK	LODGEPOLE PINE		WHITE PINE	YELLOW PINE	SPRUCE	
	Stud	Random	All	Stud	Random	All	Stud	Random	All	All	Stud	Random
35	321	290	500	321	379	255	321	321	298		321	330
36	321	291	500	321	379	272	321	321	298		321	330
37	315	308	500	315	385	286	315	340	302	340	315	350
38	328	294	500	328	369	277	328	326	297	333	328	334

For Appraisals Effective January 1, 1998

Zone 35: Northern Interior & Quesnel

Zone 36: Skeena

Zone 37: Southern Interior

Zone 38: Southern Cariboo

INTERIOR AVERAGE CHIP VALUES
EFFECTIVE JULY 1, 2006
For The Twelve Months Ended March 31, 2006

APPRAISAL POINT	CODE	WW \$/BDU	CEDAR \$/BDU	APPRAISAL POINT	CODE	WW \$/BDU	CEDAR \$/BDU
100 Mile House	100M	61	46	Lillooet	LILL	55	41
Adams Lake	ADLK	52	39	Louis Creek	LSCK	53	40
Armstrong	ARMS	52	39	Lumby	LUMB	51	38
Bear Lake	BELK	55	41	Lytton	LYTT	50	38
Boston Bar	BOBA	48	36	Mackenzie	MKEN	63	47
Burns Lake	BSLK	56	42	McBride	MBRI	43	32
Canoe	CANO	52	39	Merritt	MERR	52	39
Carnaby	CARN	55	55	O.K. Falls	OKFA	47	35
Chasm	CHSM	59	44	Prince George	PRGE	58	44
Chetwynd	CHET	57	43	Princeton	PRIN	50	38
Clear Lake	CLLK	57	43	Quesnel	QUES	60	45
Craigellachie	CRAI	46	35	Revelstoke	REVE	47	35
Engen	ENGE	59	44	Smithers	SMIT	53	53
Fort Nelson	FTNE	42	32	Squamish	SQUA	80	60
Fort St. James	FTJA	58	44	Strathnaver	STRA	58	44
Fort St. John	FTJO	52	39	Taylor	TAYL	52	39
Fraser Lake	FRLK	58	44	Terrace	TERR	59	59
Hazelton	HAZE	56	56	Upper Fraser	UPFR	58	44
Houston	HOUS	54	41	Valemount	VALE	45	34
Isle Pierre	ISPI	57	43	Vanderhoof	VAND	60	45
Kamloops	KAML	55	41	Vavenby	VAVE	51	38
Kelowna	KELO	50	38	Westbank	WEST	50	38
Kitwanga	KITW	57	57	Williams Lake	WILK	56	42
Lavington	LAVI	51	38	Ymir	YMIR	59	44
Canal Flats	CAFL	57	43				
Castlegar	CAST	61	46				
Cranbrook	CRAN	56	42				
Creston	CRES	53	40				
Elko	ELKO	54	41				
Galloway	GALL	54	41				
Grand Forks	GRFO	58	44				
Midway	MIDW	57	43				
Park Siding	PASI	58	44				
Radium	RADI	54	41				
Slocan	SLOC	59	44				
Thrms	THRU	61	46				
Ymir	YMIR	59	44				

**INTERIOR BASIC SILVICULTURE COSTS BY SPECIES
EFFECTIVE JULY 1, 2006**

Basic Silviculture Costs (\$/m³)

Region	BALSAM	CEDAR	FIR	HEMLOCK	LARCH	LODGEPOLE PINE	SPRUCE	WHITE PINE	YELLOW PINE
Northern Interior	4.43	6.44	3.25	3.83		3.96	4.52		
Southern Interior	5.03	5.89	5.35	5.42	5.81	4.45	4.78	5.88	17.59