(TSL A84313)

BRITISH COLUMBIA The Best Place on Earth | Ministry of Forests and Range

APPLICATION AND TENDER FOR TIMBER SALE LICENCE A 84313 UNDER SECTION 20 OF THE FOREST ACT

This form of application and tender must be completed by the applicant and submitted to the Timber Sales Manager.

I/WE: Blue Valley Ent Ltd (FULL LEGAL NAME (as per SBFE or BCTS Certificate)) ____ (S.I.N./INCORPORATION NO.) 72548 (SBFE or BCTS Reg. #)

Box 188 (MAILING ADDRESS) V0J 3A0 (POSTAL CODE)

567 9742 (TELEPHONE NO.) 567 9784 (FAX NO.)

1. Make this application and tender and provide other information required in the Invitation for applications (the Invitation) for the above stated timber sale licence.

2. Have read and understand the Invitation, this Application and Tender for Timber Sale Licence A 84313 and the associated tender package contents.

3. Understand that:
   (a) the Timber Sale Licence area is Fully appraised with only one Timber Mark , and
   (b) the Upset Stumpage Rate for this licence is $ $14.28 per cubic metre.

4. Agree to pay the Upset Stumpage Rate stated above for sawlogs, and the prescribed rates for all other grades, for all timber cut and removed or assessed as waste under this licence.

5. Offer to pay to the government, in addition to other amounts payable under the Forest Act and the Regulations,
   (a) stumpage under Part 7 of the Forest Act; and
   (b) a Bonus Bid in the amount of $ 11.33 per cubic metre in respect to all grades of sawlogs cut and removed or assessed as waste under this licence.

6. Will pay the deposits and charges upon request, and/or as specified in any applicable cutting authorities.

7. Hereby apply for a road permit if this application is approved and if it will be necessary for me/us to construct one or more roads to access the cutting authority area.

8. Declare that I/we am/are
   (a) registered as a BC Timber Sales Enterprise,
   (b) eligible to make application for this timber sale licence,
   (c) will continue to meet the requirements of the BC Timber Sales Regulation, and
   (d) will do all that is necessary to remain so registered until I/we enter into this timber sale licence.
   (e) have prepared this application independently of other BC Timber Sales enterprises and prospective bidders.

9. Declare that the information provided in this application is true and correct and acknowledge that if this application contains a material misrepresentation, omission or misstatement of fact, I/we may be subject to action taken under section 78 of the Forest Act.

George Funk (PRINTED NAME) Blue Valley Ent Ltd — Pres (TITLE (for corporations))

(SIGNATURE) — 2010 3 30 (DATE SIGNED (yyyy-mm-dd))