

**SCHEDULE C
SALVAGE COMMITMENT
(LOG PURCHASE CONTRACT)**

COMPANY NAME:

COMPANY REP:

PHONE NUMBER:

FAX:

ASRD LAT NO.

LANDUSE DISPOSITION NO:

LOCATION:

A. As an authorized representative of Canadian Forest Products Ltd. on the area stated above, I agree that Canadian Forest Products Ltd. (CANFOR) of Grande Prairie, Alberta will:

Take the coniferous salvage

Waive its interest in the salvage

B. CANFOR agrees to pay the Disposition Holder compensation for the salvage wood as per Section 10.6 in the Master Agreement: an amount for Standing Timber Value (to be determined yearly in the Forest Stand Damage Appraisal Table) plus the amount per tonne set forth in FMA 9900037 Salvage Rate Map, as attached. This rate is a cut-to-length for all salvage delivered to Canfor's Grande Prairie Mill.

CANADIAN FOREST PRODUCTS LTD.

DATE

DEBBIE ISLEY, LAND USE CONSULTANT
OR JORDANNA NELLIS, LAND USE SUPERVISOR

C. THE APPLICANT agrees that the coniferous salvage on the above stated disposition is committed to CANFOR and will notify the company when construction commences (contact Len Rimmer at 780 831-6488) at which time Canfor will provide direction with respect to its cut-to-length quality standards.

D. THE APPLICANT warrants and represents to CANFOR that the timber sold under this agreement does not originate from a controversial sources as defined by PEFC ST 2002-2013.

E. If the wood is not processed as per CANFOR'S specifications, then CANFOR has the right to deduct an amount equal to the cost of re-processing those logs (as per Paragraph 10.6 of the Master Agreement).

DATE

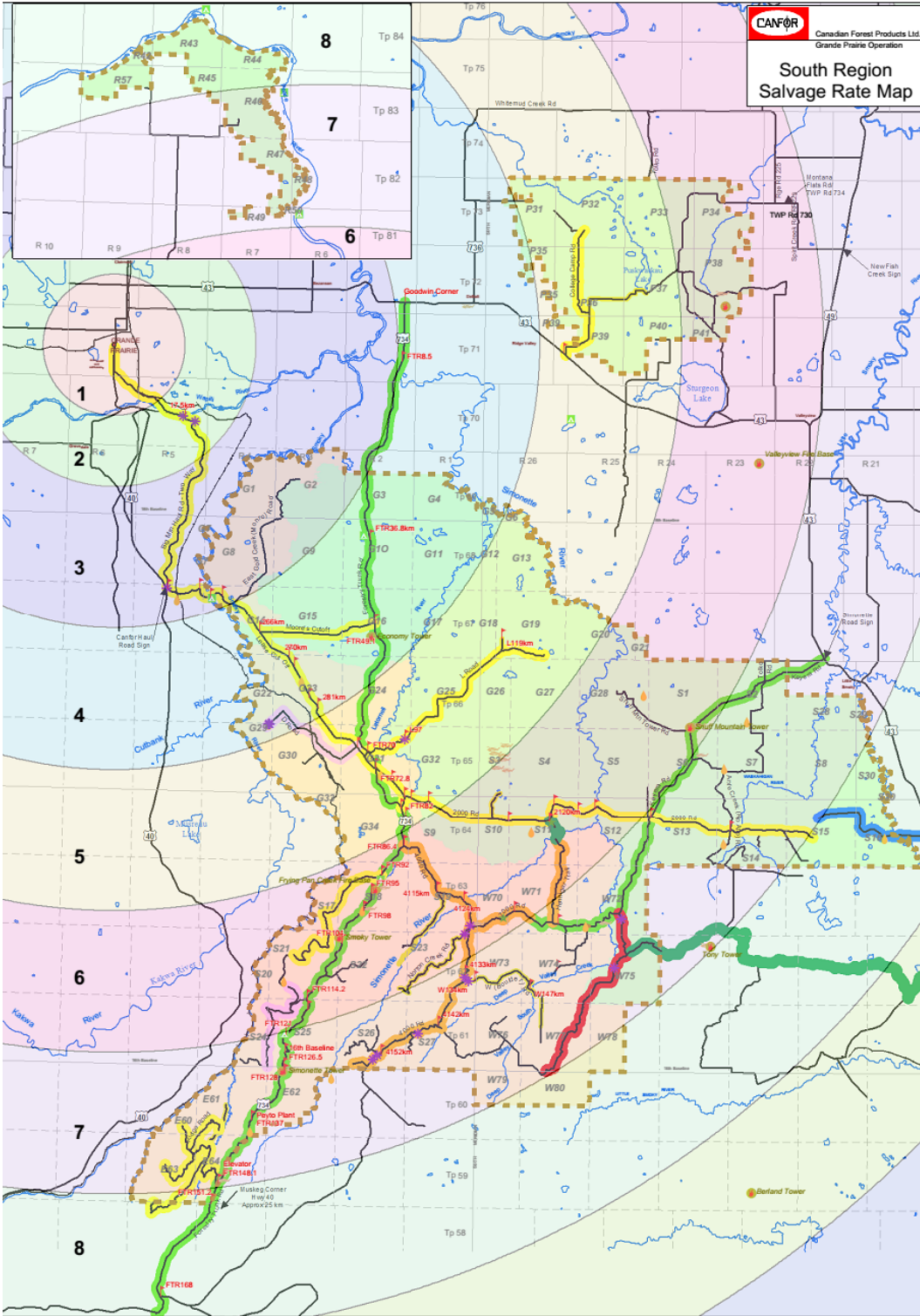
DISPOSITION HOLDER
REPRESENTATIVE

The following is a list of Canfor-recommended logging contractors:

TIMBER PRO LOGGING LTD., Clairmont, AB, 780 933-6208

PEACE COUNTRY VENTURES LTD., Peace River, AB 780 618-6609

It is a condition of this approval that the Applicant provide Canadian Forest Products Ltd. with the Disposition Numbers immediately they are issued by Alberta Sustainable Resource Development. The said Disposition Numbers are to be inserted into this document and the document scanned and emailed to debbie.isley@canfor.com



N
 Scale: 1:500,000
 05/04/2016

Legend

Salvage Zones

- 1 (Pink)
- 2 (Light Blue)
- 3 (Light Green)
- 4 (Light Yellow)
- 5 (Light Orange)
- 6 (Light Purple)
- 7 (Light Blue)
- 8 (Light Green)
- 9 (Light Yellow)
- 10 (Light Orange)
- 11 (Light Purple)
- 12 (Light Blue)

- Road Structure
- Fire Towers
- Campgrounds
- Helipad point
- Gas Plants
- Camp Locations
- Critical Points
- FMA Boundary
- Township Grid
- Railways
- Roads
- water arc
- fma polygon
- Grande Prairie

2016 Salvage Rates

Zone	Off Hwy Delivered Rate (\$/tonne)	Hwy Delivered Rate (\$/tonne)	Zone	Off Hwy Delivered Rate (\$/tonne)	Hwy Delivered Rate (\$/tonne)
1	\$ 25.96	\$ N/A	7	\$ 43.28	\$ 47.03
2	\$ 29.11	\$ N/A	8	\$ 46.43	\$ 50.68
3	\$ 32.26	\$ N/A	9	\$ 48.01	\$ N/A
4	\$ 33.83	\$ N/A	10	\$ 49.58	\$ N/A
5	\$ 35.41	\$ N/A	11	\$ 51.16	\$ N/A
6	\$ 38.56	\$ N/A	12	\$ 52.73	\$ N/A

** Salvage harvested between June 1 and Sept 1 will be delivered within four weeks of processing.
 ** The Company will be responsible for harvesting and delivering the volume.