

## General Update

May 3, 2016

### **Harvesting:**

Working on summer harvesting plan and will tender out wood soon. Three tenders: SPF (20-30,000m3), Cedar (7000m3) and Douglas Fir (5000m3). We plan to start harvesting around June 1.

### **Roads:**

No active road works.

A small slide occurred in block 987B which was caused from spring runoff water. The road was not waterbarred which would have stopped the slide. We completed harvesting around Christmas 2015 and the roads were frozen which made waterbarring difficult. The damage is done and no further damage will occur. We will deactivate this road this year.

### **Mill Site:**

1. We met with Fred, Green by Design late April to go over the draft MOU, lease and fibre agreement. We have agreed to pretty much everything on the documents. I will tighten them up and send to VCF board and to Fred for final review.
2. Borealis geothermal MOU has been signed with a grant application submitted.
3. Glacier Destinations MOU has been signed.
4. Cedar Valley Holdings (Jason Alexander) MOU is underway.
5. The cant mill is going to submit ideas/proposal. They want to set up in the yard and get a long term fibre agreement with us. They contacted VCF and want to move forward. I held them back as we need to see how the other MOU's go, especially the Pellet Plant.
6. Mike Widdell has approached me with the hope of moving his post operation to the VCF yard and to enter into a fibre agreement with VCF. We will continue this process.

### **Planning/Other:**

The inventory project is on schedule to be completed by June. The TSR work will follow and is expected to be completed in August.

We have started the process of completing a TSR on Hemlock leading stands in both Comfor's. We hope to get a secondary AAC for both Comfor's targeting grade 4 hemlock targeted for a pellet plant.

VCF staff has been walking areas in the new Comfor for future blocks.

### **Silviculture:**

Tree planting has started and is going well. Janey is supervising the project.

### **Other:**