VIP LP - General Update

April 30, 2021

Existing Lease Agreements:

CVH (12 Acres): Business as usual.

Trans Mountain (30 Acres): Business as usual.

Trans Mountain Camp (35 Acres): Active. Waiting for first hydro bill.

Treasures of the Forest (1.2 Acres): Quiet

BC Stone Corp (3 Acres): Quiet for winter.

Robson Valley Gourmet Mushrooms (0.2 Acres): Active

Dunkley (10 Acres): No Activity

Remcan (2 acres): No Activity

Veggie Container (0.2 acres+/-): Waiting for C-Can to be delivered.

Telus (1 acre): Telus working on plan to construct this summer/fall.

Simpcw FN (7 acres): Actively hauling into yard.

VCF LP (Office, Maintenance Yard, scales and scale yard): Business as usual.

TM Fallers (Room in Maintenance shop): A group of Trans Mountain fallers has leased a room in the shop to store equipment and to use as a drying room. Lease agreement signed.

Robson Design Build Ltd. (2 acres): Started working on timbers for recreation bridges and other. Working on finalizing VIP lease agreement.

Sort Yard:

Planning to haul out Fuso wood early May.

Fir, spruce and hemlock have been reserved for VIP Mill.

Other:

Trans Mountain is still planning to upgrade the VIP water reservoir. Upgrade is planned for spring.

Grants: Searching for grants for an office renovation and environmental assessment for CN lease area.

COVID: Nothing active.

Financials: Year end audit ongoing.

Scale's septic system failed. We have purchased a holding tank and have hired Greg McNee to install.

Mill Construction Update:

All main components are installed with the exception of the following:

- Chip bins: Installed. Working on conveyor and controls.
- Air compressor: Purchased an air compressor with dryer and extras. Will start installing next shift.
- Dust system: Waiting on two estimates to make a call.
- Waiting for concrete plant to start building a ramp for loader access to log infeed deck.

Building:

- Building is complete.
 - All concrete poured.
 - Waiting on certification.

Electrical:

- Station transformer is installed and planned for hook-up soon.
- Electricians making good progress.
- Waiting for control components for inside C-Can.

Hydraulics:

- Headrig waiting for main power to complete
- Debarker waiting for main power to complete
- Edger small hydraulic unit upgrade complete. Connecting to Edger.
- Cut off saw Hydraulics unit upgrade complete.

General:

- 4-U-All Crew has been reduced to 5 people
- Darren and Sam, VIP LP employees remain as is.
- Crew working on guarding and conveyor sheeting in.
- General Plan is to power up mill in mid May and start testing each piece of equipment. When we are satisfied that the mill will function, we can organize start-up.
- We can hot log wood into the mill June targeting wood types for specific markets.
- Starting to work with chip markets. Canfor, Domtar are main targets but there are others.
- Advertising for mill manager ad.