

## **VIP LP - General Update**

January 3, 2022

### **Existing Lease Agreements:**

**CVH (12 Acres):** Business as usual.

**Trans Mountain Pipe yard (30 Acres):** Active.

**Trans Mountain Camp (35 Acres):** Active.

**Treasures of the Forest (1.2 Acres):** Active

**BC Stone Corp (3 Acres):** Active

**Robson Valley Gourmet Mushrooms (0.2 Acres):** Active

**Remcan (2 acres):** No Activity

**Learning Center (0.2 acres+/-):** Active.

**Telus (1 acre):** Fibre optics have been installed in yard to tower and VCF office. Waiting for Telus to turn on tower.

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

**Marcon Inc (Shop):** Active

**AAA Logging Ltd (1 acre):** Active

### **Other:**

Hydro pole and transformers have been installed for water pump house. The hydro lines are not connected to the pumphouse yet. Mike Dryden to install plumbing.

Rogers has expressed interest in adding a cell tower in the yard. I have given them a site and they have accepted. **VIP needs to sign documents with a Notary and send back to them.** They will then send information and move to send out public referrals.

Working on a potential lease deal with Cresa out of Texas. They are looking for small scale storage space, 1.5 acres. They truck product in the area and need a depot to store products. They want to come to the site and take a look.

**Negotiating with CN for an access lease.**

## Mill Update:

### Hydro:

- We are working with BC Hydro Regional Distribution Engineer on power issues at mill. We sent them electrical reports and a cover letter and asked them to look into it. They have acknowledged that one phase is low and are working on issue.

### General Update:

- Dust system: An engineer specializing in mill dust systems toured mill. Would like to see mill in operation before making plan. Allied Blowers.
- We have a plan for a new dust system for the Debarker. Hoping to start soon.

### Building:

- Building is complete.
  - o Waiting on certification.
  - o Engineer is happy with construction.

### Projects:

- Started the process of upgrading the chipper to allow for standard teeth to be used. Current set-up is old and we can't find replacement parts. Est cost \$25,000.

### General:

- VIP Staff: Darren, Sam, Darrell, Bernard and Amanda.
- VIP Contractor Staff: Al and Rob.

## Marketing Updates:

### Confirmed Sales:

- We have signed a 1-year chips and hog fibre agreement with Kruger out of Kamloops.
- Local farmers Institute is taking all the sawdust. A particle board plant out of Quesnel is interested in our sawdust. They are interested but cannot find trucking that could accommodate the haul. The money would be a little better than what we are getting now. Leave as is.
- We have completed a timber order for 3x10 and 3x12 fir and hemlock, from Emerson Trails Building Supplies
- We have accepted a BCTS bridge timber order due late Feb 15. Roughly 2000BF.
- Have completed an 8x12x14 order for Fir. Centurion
- We have completed an order for 12 – 14x14x16 and 8 – 12x12x16 Fir. MVS

### Target Sales

- Looking to acquire a 12x12 by 20 feet long order for fir timbers. Markets are out there.
- Looking to acquire a 4x6 and 6x6 order for rig mats. Hemlock
- Working with two marketing companies: Aspire and Centurion
- Market is soft for timbers and cants.

### Log Inventories:

- +/-100 loads of Hemlock and Douglas fir logs at mill site targeted for mill
- Looking to sell off +/-30 of older hemlock logs. We have too much inventory of logs of the same type. We need larger diameter logs.