

VIP LP - General Update

March 29, 2023

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): Quiet for winter

Robson Valley Gourmet Mushrooms (0.2 Acres): Active

Remcan (2 acres): No Activity

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

Telus (1 acre): Active

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. **Spring Job.**

Rogers has expressed interest in adding a cell tower in the yard. **VIP has signed documents with a Notary.** 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 have sent a draft contract for our review.

Negotiating with CN for an access lease. They are open to working on one.

Strad wants to lease 4 acres for 1-2 years. Finalizing lease agreement.

Mill Update:

Hydro:

- Working on capacitors to clean up power factor at mill. Parts ordered, +/- \$11,000.

General Update:

- Dust system: Allied Blowers.

Building:

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

Projects:

- Chipper upgrade is planned for April 1 and 2. Upgrade allows the chipper to use standard teeth. Est total cost \$25,000. We have advanced Andritz 50% in late 2022.

General:

- VIP Staff: Darren, Sam, Darryl, Bernard and Amanda.
- VIP Contractor Staff: Al and Rob.
- We have hired Mill Manager Andy Hubble as of March 20.
- We have hired Francis Meersman to work in Mill. Starts April 10+/-.

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.
- We have completed a fir order for 3x10 and 3x12 boards 28ft and lower. Lowbed decking.
- We have completed an order from Robson Design for assortment of fir timbers and boards.
- We have completed a small order from Emmerson Building supplies for 8x8 and 2x8.
- We have two quotes for 12x12 out. Waiting for results
- We have no orders as of March 29.

Target Sales

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

Log Inventories:

- Need to complete up to date inventory.