



ROAD USE PROCEDURES

The following information pertains to public and commercial use of Canfor's road system with regard to safety, radio usage and general information.

REMEMBER: PEOPLE USING CANFOR'S ROADS TRAVEL AT THEIR OWN RISK.

Canfor's Road Regulations:

1. Travel on Canfor roads is governed by all Alberta Provincial Laws, Regulations and Acts and by the Master Road Use Agreement entered into between Canfor and commercial/industrial road users.
2. Drivers must obey all directions provided to them by Canfor employees and agents and in accordance with Contracts and Road Use Agreements signed with Canfor.
3. Drivers must obey all signs, postings and notices including speed limits, closures (including road bans), barriers, security/safety gates, load restrictions and radio usage.
4. Operators of vehicles over two tonnes must advise Canfor's field representative/road patrol in advance of using Canfor's roads, with the exception of those vehicles entering Canfor's road system through the gate at 49Y.
5. Use of headlights and tail lights is mandatory on Canfor roads at all times.
6. The maximum speed limit **ON ALL CANFOR GRANDE PRAIRIE FMA ROADS IS SEVENTY (70) km/h AND ON ALL CANFOR HINES CREEK CTP ROADS IS EIGHTY (80) km/h** unless otherwise directed or posted. Where roads are narrow, at sharp corners, on steep hills, and on approaches to bridges, reduced speed signs will be present.
7. Speed limits are reduced at all truck stops and wrapper checks stations – see posted speed limits.
8. The maximum speed limit when meeting or passing road maintenance equipment is 50 km/h.
9. **Never attempt to pass a log truck** if it pulls over, as it may be preparing to meet another log truck. Remember log trucks have radio communication and will indicate when it is safe to pass either by radio or other signals.
10. When meeting a vehicle travelling in the **“loaded direction”**, yield to the loaded traffic by pulling as far to the right as possible, **slow down TO MAXIMUM 50KM/HR** and dim headlights.
 - **“loaded traffic”** refers to vehicles traveling towards Canfor's Grande Prairie mill;
 - **“empty traffic”** refers to vehicles traveling away from Canfor's Grande Prairie mill;
11. Wrapper check stations are for log truck use only. Areas are provided for other traffic to stop or put on/remove chains at Kms. 252, 261, 274 and 290 .
12. **Loaded vehicles have the right of way on bridges;**
13. Prior to using the Canfor Road System with vehicles over two tonnes, it is your obligation to contact Canfor Field Representative/Road Patrol (Len Rimmer 780-831-6488) or Canfor Land Use Consultant (Debbie Isley - 780-538-7777) to ensure a proper road use agreement is in place. Information required by Canfor at the time of your call is:
 - Name of the company using the road;

- Name of company you are working for;
 - Legal land location of the site you are working at;
 - Which roads will be used;
 - Your name and phone number.
14. During severe weather or muddy conditions, full or partial road bans or closures may be in effect. During these times, only emergency situations will be considered for road use. During the spring road ban only vehicles two tonnes or less and vital services to the gas plants (to be arranged in advance), will be permitted to use Canfor roads. A similar fall road ban may be in effect before freeze-up to allow for road maintenance purposes for the winter season.
 15. **All accidents, near misses and environmental spills occurring on Canfor's roads must be reported immediately to Len Rimmer (780) 831-6488 or Debbie Isley (780) 538-7777.**
 16. There are several locked gates and barriers, at various times during the year, located on roads within Canfor's FMA (that have been mandated by Alberta Agriculture and Forestry for the protection of wildlife. It is mandatory that these gates remain locked at all times – you must lock them behind you on your way into these areas and again on your way out. If you require the gate lock code, please contact Debbie Isley or Len Rimmer. If a gate is found open or damaged, please contact Len Rimmer or Debbie Isley immediately to report it.
 17. Operators of all loaded trucks must check their loads prior to entry onto Canfor's road system to ensure the loads are balanced and well secured, within permitted weights/heights and that truck decks are free of debris.
 18. Vehicles must not interfere with or obstruct traffic flows or Canfor's operations as conducted by its employees, agents or contractors. Third parties are not allowed to erect speed signs on Canfor roads without prior permission.
 19. All road users must ensure that loads carried in or on their vehicles are adequately secured so as not to fly out in the event of an accident or rollover. This includes loads carried in either the cargo or passenger areas of their vehicles. Garbage must be secured inside vehicles – ***please do not litter.***
 20. Pilot cars must be used for loads in excess of 12.5 feet (3.8 m) wide, for heavy loads (in excess of 66 tonnes gross). Convoys must maintain a minimum distance of ½ kilometer between vehicles. Permission from Canfor is required in advance for these types of loads.
 21. No tracked vehicles are allowed to travel on Canfor's road surfaces or ditches at any time. If tracked vehicles must cross a road or bridge, tires must be used to protect the road surface or bridge decking – and prior permission must be obtained from Canfor's field representative/road patrol.
 22. **Chains**, if required, can be used on Canfor roads between Km. 252 to Km. 261 (Smoky River Valley), without prior permission and free of charge. For use of chains on Canfor roads outside the Smoky River Valley, permission must be obtained in advance from Len Rimmer (780) 831-6488. Failure to obtain advance permission will result in a \$500 penalty per vehicle, plus the rate set out below for use of chains. If permission is obtained from Len Rimmer and chains are used on Canfor roads outside the Smoky River Valley, the use will be subject to a fee of \$3.00 per vehicle per km of road used – if chains are used both ways (in and out), the number of kms. used will be double.
 23. Canfor Forest Management Area (FMA) Road Maps are available at the Canfor Woodlands Office, 9401 – 108 Street, Grande Prairie, Alberta, T8V 3A3 or digitally from debbie.Isley@canfor.com

Radio Usage:

24. Canfor requires industrial/commercial users to equip their vehicles with two-way radios (target power output of 25 watts) that have all appropriate Canfor road and gate frequencies. Frequencies for specific Canfor roads are posted at the entrance to these roads and are available from Debbie Isley (see contact information below). **Remember: Radio use is for everyone's safety – please ensure your radio is on the proper channel when you are on the Canfor road system.** The use of handheld radios is discouraged. In accordance with government regulations, Canfor must provide consent for installation of radio frequencies (**please contact Debbie Isley, Land Use Consultant (780) 538-7777 or (780) 814-3475 (cell)**). Drivers must use the radios in accordance with Canfor's practices as follows:
- Use of radios in our Hines Creek operating areas differs from use of radios in our Grande Prairie operating area – if using Hines Creek roads, follows radio use instructions on posted signage;
 - Calling “**loaded**” indicates you are traveling towards Canfor's Grande Prairie mill;
 - Calling “**empty**” indicates you are traveling away from Canfor's Grande Prairie mill;
 - **Vehicles two tonnes and under** call only at bridges and in the event of an emergency;
 - **Trucks over two tonnes** will call at “**must call**” signs and at the drivers' discretion for added safety.
 - Signage indicating locations where vehicles over two tonnes “**must call**” is placed at various locations on Canfor's road systems;
 - Radio use is a convenience – operators must drive to road and traffic conditions;
 - Radios must be used summer and winter;
 - No unnecessary conversation or inappropriate language is allowed – please be concise and courteous;
 - Canfor channels are for use on the Canfor's road system only. When you leave our roads, switch off our channels;
25. No stopping, parking, loading or unloading is allowed on any bridge or roadway. This applies to all Canfor roads – including log trucks, empty or loaded, parked on Canfor's haul road within the City of Grande Prairie near the Tim Horton's Restaurant.
26. Road hazards, maintenance, repairs, or other safety concerns are to be reported as soon as possible to Len Rimmer, Canfor Field Representative/Road Patrol at (780) 831-6488, Debbie Isley, Canfor Land Use Consultant at (780) 538-7777 or (780) 814-3475 (cell) or Andrew Allison, Operations Supervisor at (780) 538-7747 or (780) 897-3416 (cell).
27. All vehicles must carry appropriate safety equipment, flares or reflectors, fire equipment and fire extinguishers when on Canfor roads.
28. Road flares, triangles or reflectors must be erected at a safe distance in front of and behind a stalled vehicle if it is not safely off the road. For road blockages which restrict two-way traffic, the following procedure must be used:
- Immediately drivers must communicate on the radio, warning all drivers that road is blocked at a specific location. Repeat as needed to ensure all traffic is aware of the road blockage.
 - Drivers must then immediately put up hazard triangles/signs, both behind and in front of their vehicle, to ensure approaching traffic is aware of the danger.
 - Driver must assess the situation and decide if it warrants closing the road to deal with the problem. If a road closure is required, the driver must devise a system to alert drivers that the

road is entirely blocked. Fluorescent flagging ribbon or spray paint on some logs could help to stop oncoming traffic.

- Once additional help arrives, individuals need to designate a flag person to protect the workers who are clearing the road blockage. Flag persons need to stay in place until road blockage is cleared.
- Someone must remain with the vehicle which is restricting two-way traffic to maintain radio communications with other vehicles until two-way traffic is no longer restricted.
- Any vehicles (including log trucks) that remain broke down on Canfor Roads for more than 24 hours, without receiving permission for an extension of time from Canfor Road Patrol, will be subject to a \$500 fine, in addition to any fines already imposed for not following the conditions set out above in this Clause 28;

29. Canadian Forest Products may impose other restrictions and regulations, at its discretion, without prior notice.

Enforcement of Road Use Regulations:

The following enforcement procedures will be used to deal with violations to Canfor's road use regulations by commercial users as set forth in our Master Road Use Agreement:

Penalties:

1st Infraction by each driver	\$ 500
2nd Infraction (within one year from the date of the 1st Infraction or by the same company within two months of the first infraction):	\$1,000
3rd Infraction (within two years from the date of the 1st Infraction):	Suspension of road use privileges until remedial action is presented to Debbie Isley

“Infraction” refers to violation of any of Canfor's road use regulations, including but not limited to:

- Traveling at speeds in excess of posted limits;
- Traveling at unsafe speeds in relation to road and/or weather conditions;
- Use of roads with no road use agreement in place;
- Improper or no use of appropriate radio channels;
- Using chains while travelling on Canfor roads without advance permission (with the exception of Smoky River Valley, which does not require prior permission);
- Verbal or physical abuse of Canfor's field representation/road patrol, gate attendants and other Canfor employees and agents;
- Load limit and load safety regulations;
- Littering, including environmental spills;
- Failure to respect road bans, gates and other closures;
- Failure to appropriately report to security gate attendants;
- Lack of appropriate road use agreement.

Penalties will be levied against:

- The employer of the driver. Failure of the employer to pay the penalty will result in the fine being levied against the oil company the employer was contracted to.

- If no valid road use agreement is in place, penalties will be levied against the registered owner of the vehicle that is in violation of Canfor's road regulations.

Canfor donates money collected as penalties for road use violations to agencies directly involved in road safety such as STARS Air Ambulance or GPREMS (Grande Prairie Regional Emergency Medical Services), at Canfor's discretion.

Road Monitoring

- Canadian Forest Products Ltd.'s road system is monitored by two full-time Field Representatives/Road Patrols and by all Canfor's employees. The following are monitored:
 - speed;
 - use of chains on Canfor roads;
 - road safety (load securement, spills, headlights, passing, parking, etc.);
 - proper use of radios, including proper use of language;
 - proper procedures at manned security gates;
 - driver performance;
 - ensuring proper Road Use Agreements are in place. **Remember:** It is your responsibility to ensure an agreement is in place **before** you use the roads. **If in doubt, check with Len Rimmer or Debbie Isley before you go.**
- The Road Patrol vehicles are equipped with directional arrows and flashing blue lights which will be turned on when the Field Representative/Road Patrol requires you to stop.
- If you encounter problems on the Canfor road system with other drivers, talk to your supervisor or to Debbie Isley. Do not enter into confrontations on the roadside or on the radio. Your supervisor will contact Len Rimmer or a Canfor supervisor who will deal with the issue.

Remember:

*Canfor's safety policies and road monitoring practices
are in place for the protection of all road users.*

*Getting to work and back home safely is
everyone's responsibility.*

ADDITIONAL TERMS:

1. Grantee shall provide Grantor with 48 hours notice prior to commencement of the intended activity.
2. Grantee shall comply with any reasonable conditions imposed by Grantor's field representative.
3. Maximum speed is 50 km or as posted.
4. Grantee shall obey signs, barriers and markers governing or restricting traffic thereon.
5. Grantee shall immediately report to Grantor all accidents causing personal injury or damage to the road.
6. Headlights and running lights shall be on at all times when vehicles are moving.
7. No loaded trucks shall pass any vehicle.
8. No vehicle shall stop or park on any bridge or in the centre of any roadway.
9. A minimum distance of 400m shall be maintained between large moving trucks.
10. All vehicles must carry flares or reflectors to be used as warning devices in the event of a breakdown on the roads.
11. If parking in line on the side of a road, park far enough apart to allow traffic to pass in both directions.
12. There shall be no decking or skidding of any timber on any road right-of-way or within any lease site without the written permission of the Grantor.
13. Maximum load widths shall not exceed 12 feet (3.66 metres).
14. Load limits are at the sole discretion of the Grantor having due regard for weather and road condition.
15. The discharge of firearms from vehicles or along this road or in an area where workers are engaged is prohibited.
16. **IT IS THE GRANTEE'S RESPONSIBILITY TO NOTIFY ALL FIELD STAFF, CONTRACTORS, ENGINEERS AND OTHER EMPLOYEES COVERED UNDER YOUR ROAD AGREEMENT WITH GRANTOR. DAMAGES RESULTING FROM CONTINUED USE IN WET OR UNFROZEN CONDITIONS WILL BE THE RESPONSIBILITY OF THE GRANTEE AND MAY RESULT IN LOST ROAD USE PRIVILEGES AND ADDITIONAL CHARGES REQUIRED TO REPAIR THE DAMAGES AND BRING/MAINTAIN THE ROAD TO PASSABLE CONDITIONS. ROAD MUST BE PASSABLE AT ALL TIMES. ALL REPAIRS AND CHARGES WILL BE BILLED TO THE GRANTEE AT 100% OF ALL COSTS.**
17. **ALL GRANTOR'S ROADS ARE SUBJECT TO CLOSURE MARCH 15TH, DEPENDANT ON BREAK UP CONDITIONS.**
18. **CROWN RESTRICTIONS PLACED ON THIS DISPOSITION ARE: NONE**
19. **AGREEMENT TO BE ON SITE PRIOR TO START OF WORK.**

THE TERMS OF SCHEDULES "A", "B", & "C" ARE HEREBY AGREED TO THIS 18 DAY OF October, 2012.



SINOPEC DAYLIGHT ENERGY LTD.

Per: 

KAREN RIEP
TEAM LEAD, SURFACE LAND

CANADIAN INTERNATIONAL OIL OPERATING CORP.

Per: 

Tina Bakarich
Surface Land Coordinator



SEVEN GENERATIONS ENERGY LTD.
109-8715-109 Street, Grande Prairie, Ab T8V 8H7
780-513-6251

Archie Way Road Overview and Operational Procedures

The Archieway Road is operated by Seven Generations Energy Ltd. (7G Energy). Prior to any use of the Archieway Road, it is the obligation of ALL road users to have a current road use agreement in-place with Seven Generations Energy Ltd. Please contact our Land department at 403-718-0700 for any agreement enquiries.

The road use agreements require that **you obtain permission** for any movement of large vehicles or combination of vehicles, **48 hours prior to use**. **Consent is based on road and weather conditions**, as the Archieway road is **NOT** an all weather road. This consent can be obtained from the Archieway road control office by calling 780-897-7728 or 780-513-6251. Any vehicles not having prior consent may have their road access restricted or denied. This applies to all road users and contractors or sub-contractors working for any current road use holder or any sub-contractors of 7G Energy.

Mandatory radio use for all vehicles and “MUST CALL” procedures

All road users must obey all posted signage, and must be familiar with the “ MUST CALL” radio communication policy and procedure. **If you are not familiar with this procedure**, please ask the gate attendant for help in explaining this .

Every vehicle must be equipped with a two way radio with the **Weldwood North Haul frequency of 163.005**. Access is denied to any non-radio equipped vehicle. All vehicles regardless of size will participate in the must call procedure.

Road Monitoring

7G Energy monitors the Archie Way Road and all company access roads in this area with Road Patrol and Company employees. All roadway rules are monitored on a continual basis and any infraction is a violation of the Road Use Agreement, and as such the holder of this agreement will be held responsible for their contractors and any of their violations.

Accidents, Violations and Near Misses

Any accident, incident, near miss, or road violation of any sort shall be reported immediately to the Archie Way Control office. Any vehicle or firm failing to report any incident shall be in violation of their road use agreement.

Verbal abuse to any personnel employed/contracted to perform any safety or monitoring duties on the Archie Way road will not be tolerated. Road access will be denied to any violators.

Remember : 7G Energy’s safety policies and road monitoring practices are in place for the protection of all. Getting to work and back home safely is everyone’s responsibility, so please do your part to keep our roadways safe for all users.

Weather & road conditions are available 24/hr day by calling the control office at 780-897-7728.

**ARCHIE WAY ROAD
ROAD USE AGREEMENT RULES**

1. Seven Generations Energy reserves the right to restrict access for weather and seasonal road conditions. The road is to be used **only in a dry or frozen condition.** Any access shall be granted through the Archie Way safety control gate at km 0 or by phoning 780-897-7728, 24/hrs day, 7 days/week.
2. ALL vehicles must be equipped with a two-way radio with the frequency of 163.005 (known as the WELDWOOD NORTH HAUL CHANNEL). Every vehicle traveling this road must use the "MUST CALL" signs to call their position on the roadway. This channel is a LICENSED safety channel to be used only for safety purposes. Any other conversation on this channel is strictly prohibited. No Exceptions
3. You must call you position when entering or exiting the roadway from ANY point.
4. Maximum road speed limit is 65 KM/hr. **ENFORCED**
5. Maximum speed through camp areas is 15 KM/hr. **ENFORCED**
6. Any accident, near miss or incident **MUST** be report immediately to the Safety Control gate.
7. All Vehicles must slow down when meeting on-coming traffic.
8. All Vehicles must call their position and wait for permission to pass a grader during road work.
9. No stopping or parking on roadway for any reason. Loading/unloading of any equipment or material is strictly prohibited. Your operations shall not impede any flow of traffic on the roadway at any time.
10. Use of firearms on or adjacent to the road is strictly prohibited.
11. All wide loads must be equipped with operational beacons.
12. All heavy loads must slow to 15 KM/hr while crossing bridges
13. No **private** vehicles for personal use are allowed beyond KM 4. Alberta Fish and Wildlife enforced.
14. All traffic shall respond to the coordination of traffic flow from the safety control gate. **ENFORCED**
15. \$1000.00 fine for littering. Keep your garbage to yourself.
16. Practice safe and defensive driving and extend common courtesy to all road users.

Road safety is every ones responsibility; please help us in keeping our roads safe. We provide 24/hr day safety enforcement for the safety of all, and any non-compliance of these rules is a violation of the road use agreement.



SIMONETTE ROAD RULES

Road Use Agreements:

The Simonette road is a private road owned and operated by Keyera Energy. Prior to using the Keyera Simonette road it is the obligation of each company to ensure there is a road use agreement in place. Please contact Mitch Gour Area Road Manager at 780-524-7537 to provide notification of usage and for any further questions involving road usage. Upon providing notification of road usage you will require the following:

- The name of the company using the road.
- The name of the company you are working for.
- The location of where you are going.
- Which roads will you be using.
- A contact name and phone number of the company representative.

Road Rules and Restrictions:

It is the expectation of Keyera Energy that this road is to be used in a safe manner at all times. Certain restrictions apply to ensure all road users travel in a safe manner. These restrictions are as follows:

1. The daily road ban restriction is as follows: The road is closed to all traffic over one ton between the hours of **6:00am & 7:00am** and between **5:00pm & 6:00pm**.
2. All trucks over one ton waiting for road ban must wait off the road if at all possible, however if they must be stopped on the edge of the road they must do so where it is safe and safety flares must be used 30 meters in front of and behind the truck.
3. The speed limit for all vehicles one ton or less is **80km/hr**.
4. The speed limit for all vehicles over one ton is **60km/hr**.
5. When passing graders all vehicles must slow down to **40km/hr**.
6. A minimum of one quarter mile shall be maintained between large trucks.
7. No loaded trucks are allowed to pass any moving vehicle while traveling on the Keyera road.
8. No vehicle shall stop on any bridge, on any hill, on any corner, or in the center of the road.
9. Headlights are to be on at all times when using the road.
10. Vehicles over one ton must wear chains during wet or icy road conditions.
11. Vehicles must have legal loads. Oversized or over dimensional loads must have pilot cars.
12. Vehicles must obey posted traffic signs at all times.
13. All vehicles are expected to drive according to road conditions.

General Road Use Information:

1. During spring break up and during soft road conditions the restriction height gate will be closed. The gate is normally manned during these instances.
2. During spring break up and days of severe muddy conditions road bans will be in effect. During this time only emergency services will be allowed to use the road unless prior permission is obtained from the Road Manager or the Area Superintendent.
3. The Simonette road is not a radio controlled road.
4. To obtain regular Simonette road status updates please visit our website at:

www.keyera.com/simonette/road

if the road is closed, please complete the form as stated on the website and send to mitch_gour@keyera.com and tina.bakarich@cioc.com

Road Monitoring:

Keyera monitors the road using a Road Patrol person and company employees. The following is monitored.

1. Speed
2. Road ban violations
3. Road safety
4. Littering
5. Ensuring road use agreements are in place

The road patrol vehicle is equipped with red flashing lights and when turned on you are required to stop. Verbal abuse of the road patrol person will be handled as a violation. Verbal abuse of the road patrol person of a threatening nature or physical violence of any kind will result in an immediate lifetime road ban for the offender and the company the offender is directly employed by.

Violations:

Keyera has adopted a fine for all road violations.

1. The first offence is a fine of \$500.00.
2. The second offence by the same driver is a fine of \$1000.00.
3. The third offence by the same driver will result in further action, and may result in a road suspension or ban.

All violations will be sent to the company that has the road use agreement, and it will be the requirement of that company to ensure the fines or penalty is handled within a 30 day period.

CNRL Exhibit "C"

Master Road Use Agreement between CNRL and CIOOC
dated the 1st. day of November 2011

Conditions -

User will ensure that the road is left in the same condition in which it was found prior to use.

Access will be conducted only under dry or frozen ground conditions. User will contact CNRL's field representative to determine road conditions prior to use of Road. Grantee shall comply with any reasonable conditions imposed by CNRL's field representative. Headlights and running lights shall be on at all times while vehicles are on CNRL roads. CNRL traffic will, at all times, take priority. Speed limits, load limits and road bans to be obeyed at all times.

If the road crosses over freehold land, User must obtain the written consent of the registered landowner and provide CNRL with a copy of such written consent before User is entitled to exercise the rights granted by this Agreement.

User will contact CNRL's field representative 48 hours prior to the initial use of CNRL's access roads.

Field Representative is: Cam Simard
Contacted by phone at: (780) 831-7465
Mobile: (780) 512-1322

Effective September 1, 2012
CNRL File No. AB-0897-0826-02
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