

**SCHEDULE 1**  
**(the “Amendment”)**

MAJOR AMENDMENT 1 DATED October 31, 2018 TO A FOREST STEWARDSHIP PLAN UNDER THE FOREST AND RANGE PRACTICES ACT, S.B.C. 2002, c.69

Regarding the Forest Operations

of

A&A Trading (Haida Gwaii) Ltd. - Tree Farm License 58

As approved February 8<sup>th</sup>, 2018, (the “Forest Stewardship Plan”).

PURSUENT TO SECTION 5 of the Forest and Range Practices Act, S.B.C. 2002, c.69, the following Amendments are made to the Forest Stewardship Plan:

1. Title is amended to include a reference to Forest License A16870 and Timber License TO184.
2. Section 1.0 “Introduction” is amended to include a reference to Forest License A16870 and Timber License TO184 and a specific reference to pursuing Sustainable Forestry Initiative (SFI) certification for Tree Farm License 58, Forest License A16870 and Timber License TO184.
3. Section 2.1 “Application of this FSP (FRPA Section 3(4))” is amended to include Forest License A16870 and Timber License TO184.
4. Section 3.2 “Forest Development Units (FDU) Designations” is amended to include:

Management Unit	Landscape Units or portion of within Forest Development Unit(s)	Description of FDU
Forest Development Unit 2 (FDU 2)	Honna & Gudal	FDU 2 is located within the Haida Gwaii Timber Supply Area (TSA 25).

5. Section 3.3 “Maps” is amended to include a map at 1:40,000 scale of FDU 2 included in Appendix 6.
6. Section 3.5 “Designations in Effect before Submission of this FSP” is amended to include reference to FDU 2. No additional designations are in effect as a result of including FDU 2.
7. Section 4.1 “Non-spatial Old Growth Order” is amended to include a reference to FDU 2.

8. Forest Development Unit 2 is added to the following sections under Section 4.2 Objectives Prescribed under FRPA Section 149:

Section 4.2.1 Soils (FPPR Section 5);  
Section 4.2.2 Timber (FPPR Section 6);  
Section 4.2.4 Water, Fish and Biodiversity in Riparian Areas (FPPR Section 8);  
Section 4.2.5 Fish habitat and Fisheries Sensitive Watersheds (FPPR Section 8.1)  
Section 4.2.7 Wildlife and Biodiversity – Landscape and Stand Level (FPPR Section 9 and 9.1);  
Section 4.2.8 Order Establishing Visual Resources (Scenic Areas and Visual Quality Objectives); and  
Section 4.2.9 Cultural Resources (FPPR) Section 10).

9. Forest Development Unit 2 is added to the following sections under Section 4.3 Haida Gwaii Land use Objectives Order:

Section 4.3.1 Part 2 – Cultural Objectives 3 – 9;  
Section 4.3.2 Part 3 – Aquatic Habitats Objectives 10 – 14;  
Section 4.3.3 Part 4 - Biodiversity Objectives 15-17;  
Section 4.3.4 Part 5 - Wildlife Objectives 18-22;  
Section 4.3.5 Part 6 – Forest Reserves Objective 23.

10. Forest Development Unit 2 is added to the following sections under Section 4.4 Measures:

Section 4.4.1 “Measures set by government to prevent the introduction and spread of invasive plants” (FPPR Section 17); and Section 4.4.2 “Measures set by government related to Range Barriers” (FPPR Section 18).

11. Section 4.5.3 “Situations or Circumstances That Determine When s-s44(4) Applies and the Standards Applicable FPPRs-s16(4)” is amended to include Forest License A16870 and Timber License TO184.

12. Appendix 1 – Stocking Standards: Section “Even Aged Stocking Standards” is amended to include Forest License A16870 and Timber License TO184.

13. Appendix 5 – Stocking Standards Tables: Section 2.1 of Appendix 5 is amended to include reference to Forest License A16870 and Timber License TO184.

14. Cedar Partition Strategy is added to Section 1.1 “Forest Stewardship Plan” applicable to Forest Development Unit 2:

AAHG is committed to not harvesting an amount of cedar, both red and yellow cedar, in excess of the amount established through partition under section 8(a) of the Forest Act as set out by the Chief Forester for British Columbia on the Haida Gwaii Timber Supply Area (TSA 25).

The current annual allowable cut (AAC) for Forest License A16870 held by AAHG is 13,632 M3 and the cedar partition is 5,192 M3. The cedar allocation of 5,192 M3 will change with changing AAC determinations.

AAHG will adhere to a five year sliding average partition calculation where in any given five year period the amount of cedar harvested does not exceed 25,960 M3 based on the current AAC determination. If the AAC is revised or the partition is rescinded or changes the allocated amount will be recalculated.

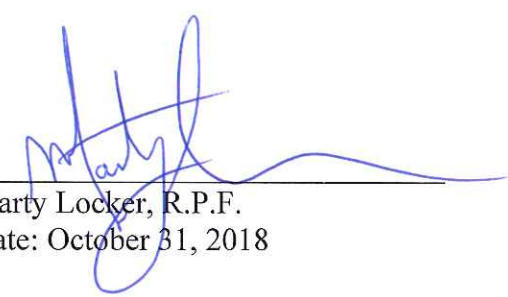
AAHG will reforest harvested areas with an amount of cedar, both red and yellow, consistent with ecological suitable site conditions and as per the approved stocking standards. Ecologically suitable site conditions will be determined based on site specific criteria such as soil moisture and nutrient regimes, aspect and elevation and existence of cedar species growing on the site prior to harvest.

#### SIGNATURES OF PERSONS REQUIRED TO PREPARE THE PLAN

A&A Trading (Haida Gwaii) Ltd.  
1210-1111 Melville Street  
Vancouver, B.C.  
V6E 3V6

Authorized Licensee Signature:


Signature:

  
Marty Locker, R.P.F.  
Date: October 31, 2018

Preparing Forester:

*"I have determined that this amendment meets the acceptable standards."*

Signature:

  
David R. Marquis, R.P.F.  
Date: October 31, 2018