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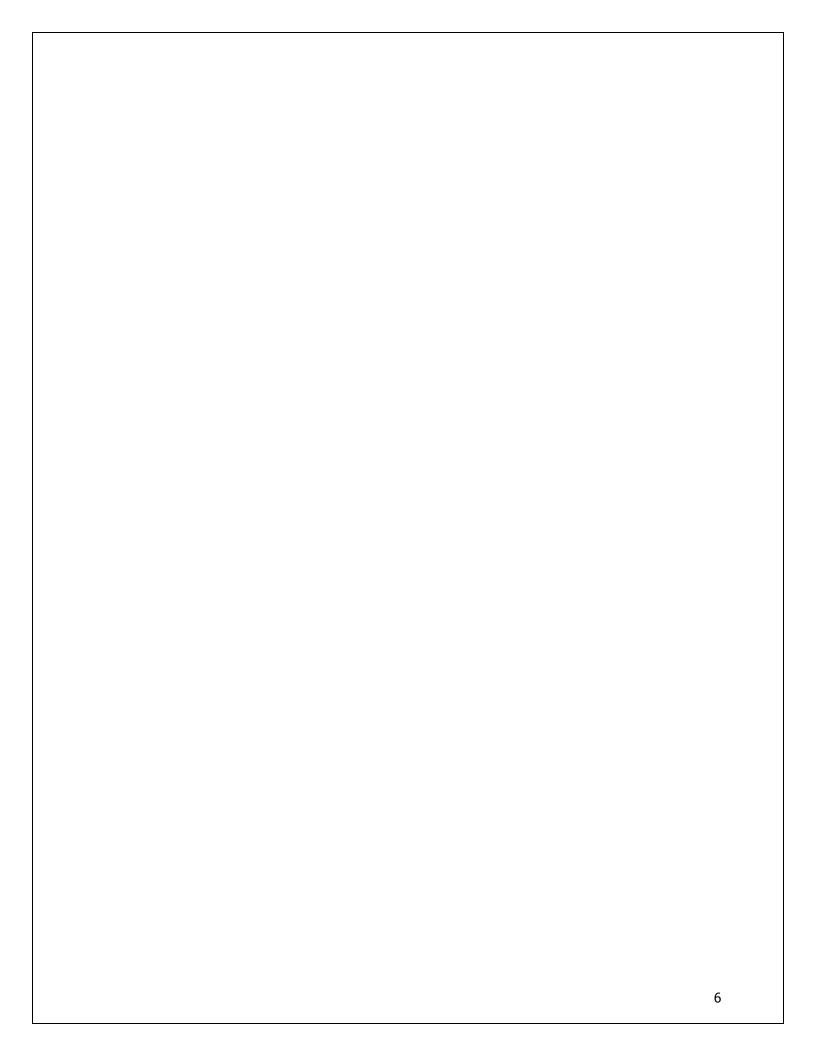
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Table of Contents

Glossary and Acronyms	7
Executive Summary	. 10
Figure 1: Fort Nelson Defined Forest Area	. 10
Figure 2: Comparison of measure achievement Canfor 2005 to 2010	
Table 1: Summary of Canfor's 2011 measure status	
Detailed Review of SFM Measure Performance	
Criterion 1.0 Biological Diversity	. 14
1-1.1 - Ecosystem area by type	
1-1.2 – Forest area by type and species	
1-1.3 – Forest area by Seral stage or age class	. 16
1-1.4.1 - Degree of within stand structural retention – WTP percentage	
1-1.4.2 – Degree of within stand structural retention – Dispersed Retention	
1-1.4.3 – Degree of within stand structural retention – Riparian management	
1-1.5 – Shrub Habitat	
1-2.3 - Proportion of regeneration comprised of native species	
1-3.1 - Percentage of stands artificially regenerated that are free from genetically modified	. 13
organisms (GMO's)	19
1-4.1 - Proportion of identified sites with implemented management strategies	
1-4.2 - Protection of identified sacred and culturally important sites	
Criterion 2.0 Ecosystem Condition and Productivity	
2-1.1.1 - Reforestation success – Regen Delay	
2-1.1.2 - Reforestation success – Free Growing	
2-1.1.3 - Percentage of silviculture obligation areas with significant detected forest health dam	
agents which have treatment plans	
2-1.1.4 - Evidence of efforts being made to manage known significant forest health damaging	. 22
agents	22
2-2.1 - Additions and deletions to the forest area	
2-2.2 - Proportion of long term sustainable harvest level that is actually harvested	
Criterion 3.0 Soil and Water	
3-1.1 - Level of soil disturbance	
3-1.2 - Level of Downed woody debris	
•	. 24
3-2.1.1 - Proportion of watersheds or water management areas with recent stand replacing	25
disturbance – Watersheds	
3-2.1.2 - Proportion of watersheds with recent stand replacing disturbance – Roads and Struct	
Criterian A O Dele in Clabel Feelerical Creles	
Criterion 4.0 Role in Global Ecological Cycles	
4-1.1.1 - Net carbon uptake – Total Carbon Storage	
4-1.1.2 - Net carbon uptake – Sequestration rate	
4-1.2 – Reforestation Success	
4-2.1.1 - Addition and deletions to the forest area	. 28

4-2.1.2 - Evidence of best efforts to coordinate forest management activities with the oil and	_
industry	
Criterion 5.0 Economic and Social Benefits	
5-1.1.1 - Quantity and quality of timber and non-timber benefits, products and services products	
the DFA - Timber	
5-1.1.2 - Quantity and quality of timber and non-timber benefits, products and services prov	
the DFA – Non-Timber	29
5-1.1.3 - Participants forest management activities will not negatively impact established	
recreational sites and trails	
5-1.1.4 - Forest management activities will be consistent with Visual Quality Objectives (VQO	•
5-2.1.1 - Levels of investment in initiatives that contribute to community sustainability	
5-2.1.2 - Amount of stumpage paid in the Fort Nelson DFA	
5-2.2 - Level of investment in training and skills development	
5-2.3 - Level of direct and indirect employment	
5-2.4 - Level of Aboriginal participation in the forest economy	
6-1.1 - Evidence of good understanding of the nature of Aboriginal title and rights	
6-1.2 - Evidence of best efforts to obtain acceptance of management plans based on Aborigin	
communities having a clear understanding of the plans	
6-1.3 - Level of Management and/or Protection of areas where culturally important practices	
activities (hunting, fishing, gathering) occur	
6-2.1 - Evidence of understanding and use of Aboriginal knowledge through the engagement	
willing Aboriginal communities, using a process that identifies and manages culturally import	
resources and values	
6-3.1 - Evidence that the organization has co-operated with other forest dependent business	
forest users and the local community to strengthen and diversify the local economy	36
6-3.2 - Evidence of co-operation with DFA related workers to improve and enhance safety	
standards, procedures and outcomes in all DFA workplaces and affected communities	
6-3.3 - Evidence that a worker safety program has been implemented and is periodically revious	
and improved	
6-4.1 - Level of Participant and PRISM satisfaction with the public participation process	
6-4.3 - Evidence of efforts to promote capacity development and meaningful participation fo	
Aboriginal communities	
6-5.1 - Number of people reached through educational outreach	
6-5.2 - Availability of summary information on issues of concern to the public	39
Appendices	
Appendix 1 – SFMP Change Tables	
Appendix 2 – Criterion 1 Supporting Data	
Appendix 3 – Criterion 2 Supporting Data	
Appendix 4 – Criterion 4 Supporting Data	
Appendix 5 – Criterion 5 Supporting Data	
Appendix 6 – Criterion 6 Supporting Data	72

Tables	
Table 1: Summary of Canfor's 2013 Measure Status	
Table 2: Summary of Changes to Criteria from the 2004 SFMP to the 2011 SFMP	42
Table 3: Summary of changes from 2004 Measures to 2011 Indicators	43
Table 4: Dropped Measures from the Amended 2004 SFMP	47
Table 5: Rare and Uncommon Ecosystems in the Fort Nelson DFA	49
Table 6: Forest Cover Type*	49
Table 7: Required Percentage of Retention in the DFA	50
Table 8: Current Percentage of Old Seral Stage by NDU*	52
Table 9: Current Stand Level Retention Percentage*	54
Table 10: Area in Stands Less than 20 Years Old and Polygons labeled as Shrub Area*	54
Table 11: Areas in Stands with the Label NPBr*	55
Table 12: Regen Delay Population January 1, 2013 – December 31, 2013	56
Table 13: Summary of Free Growing Data Blocks with Free Growing Date in 2013	57
Table 14: Regen Delay Population January 1, 2013 – December 31, 2013	60
Table 15: Plantation Pest Severity Ranking*	60
Table 16: Action Plan Summary for 2012 Burned Reforestation Obligations	61
Table 17: Total Deletions from the Forested Landbase*	61
Table 18: Oil and Gas Impact Risk Assessment	62
Table 19 : Summary of ecosystem carbon storage in the forested landbase over a 250 year period	d 65
Table 20 : Average carbon sequestration rate in the forested landbase over a 250 year period \dots	65
Table 21: Recreation sites and trails in the Fort Nelson DFA	67
Table 22: Visual Quality Objective Class	69
Table 23: Maximum Allowable Disturbance Percentage by VQO Class	70
Table 24: Percent Denudation for Established VQOs	70
Table 25: Canfor Direct and Induced Employment	70
Table 26: Indirect and Induced Employment multipliers from 2006 TSR*	71
+Table 27: Number of Opportunities offered to First Nations by year	71
Table 28: Proportion of Local Spend 5 year Rolling Average	71
Table 29: Summary of March 14th 2013 Satisfaction Survey	73
Figures	
Figure 1: Fort Nelson Defined Forest Area	10
Figure 2: Comparison of measure achievement Canfor 2005 to 2013	
Figure 3: Deciduous, conifer and mixed wood forest stands	
Figure 4: Canfor Polarboard OSB mill circa 2003.	
Figure 5 Toad River, Fort Nelson Defined Forest Area.	
Figure 6: Natural Disturbance Units of the Fort Nelson DFA	
Figure 7: Natural Disturbance Units of the Fort Nelson DFA	
Figure 8: Oil and Gas Impact Risk Assessment	
Figure 9: Fort Nelson Visual Quality Objectives	



Glossary and Acronyms

Adaptive Management: A learning approach to management that recognizes substantial uncertainties in managing forests and incorporates into decisions the experience gained from the results of previous actions. Adaptive management can be simplified into "learning by doing."

Annual Allowable Cut (AAC): The allowable rate of timber harvest from a specified area of land. The Chief Forester sets specific AACs for Timber Supply Areas and Tree Farm Licences in accordance with Section 8 of the *Forest Act*.

Biogeoclimatic Ecosystem Classification (BEC): A hierarchical system of ecosystems that integrates regional, local and chronological factors and combines climatic, vegetation and site factors.

Biological richness (species richness): The number of species in a given area.

Coarse woody debris (CWD): Downed woody material of a minimum diameter or greater that is resting on the forest floor or at an angle to the ground of 45 degrees or less. CWD consists of sound and rotting logs and branches, and may include stumps when specified. Coarse woody debris provides habitat for plants, animals and insects, and a source of nutrients for soil development.

Criterion: A category of conditions or processes by which sustainable forest management may be assessed; characterized by a set of related indicators which are monitored periodically to assess change.¹

Crown Forest Land Base (CFLB): Forested land managed by the Ministry of Forests and Range is referred to as the Crown forested land base. In the CFLB, specific conditions (e.g. a stand or a group of similar trees) are assigned either to the non-harvesting land base or to the timber harvesting land base. An area can only be removed for one reduction type; for example, the area of a stand that falls within a park, and also has sensitive soils, is assigned only once to the non-harvesting land base.

Customary use rights: The rights of First Nations peoples to use lands and resources based on culturally established patterns of utilisation and management which may include fishing; hunting; trapping; gathering of foods, medicines and materials for ceremonial, spiritual, sustenance, or fabrication (e.g. clothing, artwork, building, etc.) purposes.

Defined Forest Area (DFA): A specified area of forest, including land and water. The Defined Forest Area for the Sustainable Forest Management Plan is the Vanderhoof Forest District, excluding private land and woodlots.

Forest Management System (FMS): The FMS is a systematic means of identifying, addressing and managing environmental impacts and sustainable forest management commitments within Canfor's Woodlands operations.

Forest and Range Practices Act (FRPA): The *Forest and Range Practices Act* brings in the application of a results-based system for the management of forest and range resources. It will fully replace the *Forest Practices Code of British Columbia Act* by December, 2005.

General Development Permit (GDP): permit obtained by oil and gas sector to authorize limited development of an area in preparation for exploration activities for oil and gas.

Global ecological cycles: The complex of self-regulating processes responsible for recycling the Earth's limited supplies of water, carbon, nitrogen and other life-sustaining elements.

Inoperable: Lands that are unsuited for timber production now and in the foreseeable future because of a range of factors, including elevation; topography; inaccessible location; low value of timber; small size of timber stands; steep or unstable soils; or designation as parks, wilderness areas, or other uses incompatible with timber production.

Indicator: A measure of an aspect of the criterion; a quantitative or qualitative variable which can be measured or described and which, when observed periodically, demonstrates trends. ¹

Landscape Unit: a planning area, generally up to about 100,000 ha in size, delineated according to topographic or geographic features such as a watershed or series of watersheds. It is established by the district manager.

Measure: A set of variable that provides quantitative information about the status/standard established for an indicator.

Natural disturbance: the historic process of fire, insects, wind, landslides and other natural events in an area.

Non Commercial brush (NCBR): Describes potential productive forest land that is covered with either 'Forest' or 'Brush'.

Natural Disturbance Unit (NDU): These units separate areas based on differences in disturbance processes, stand development, and temporal and spatial landscape pattern.

NHLB: Non-Harvestable Land Base This is area not considered part of the THLB. This includes areas excluded from contributing to timber supply during the TSR process, such as parks, riparian reserve areas, inaccessible areas, inoperable areas, non-merchantable

forest types, low productivity types, recreation features, and environmentally sensitive areas.

Old Growth Management Area (OGMA): areas which contain, or are managed to replace, specific structural old-growth attributes and which are mapped out and treated as special management areas.

Predictive Ecosystem Mapping (PEM): A computer, GIS and knowledge-based method that divides landscapes into ecologically-oriented map units for management purposes.

Recreation Opportunity Spectrum (ROS): a mix of outdoor settings based on remoteness, area size, and evidence of humans, which allows for a variety of recreation activities and experiences. The descriptions used to classify the settings are on a continuum and are described as: rural, roaded resource, semi-primitive motorized, semi-primitive non- motorized, and primitive.

Regeneration delay: the maximum time allowed in a prescription, between the start of harvesting in the area to which the prescription applies, and the earliest date by which the prescription requires a minimum number of acceptable well-spaced trees per hectare to be growing in that area.

Riparian: Area adjacent to a stream, river, lake or wetland. The FPC Riparian Management Area Guidebook defines it as "areas [that] occur next to the banks of streams, lakes, and wetlands and include both the area dominated by continuous high moisture content and the adjacent upland vegetation that exerts an influence on it".

Riparian Reserve Zone (RRZ): The portion of the riparian management area or lakeshore management area located adjacent to a stream, wetland or lake.

Seral: the stage of development of an ecosystem, from a disturbed, un-vegetated state (early-seral) to a mature plant community (late-seral).

Site Index: an expression of the forest site quality of a stand, at a specified age, based either on the site height, or on the top height, which is a more objective measure.

Snag: a standing dead tree, or part of a dead tree, found in various stages of decay—from recently dead to very decomposed.

Stream Crossing Quality Index: a field based hazard assessment of the potential for accelerated erosion and sediment delivery at stream crossings. The procedure evaluates and scores the potential for eroded sediment to reach the stream environment. A high score infers that there is a significant erosion problem which may in turn cause sediment related water quality problems.

Sustainable Forest Management (SFM): Management "to maintain and enhance the long-term health of forest ecosystems, while providing ecological, economic, social and cultural opportunities for the benefit of present and future generations"²

Target: A specific statement describing a desired future state or condition of measure. Targets should be clearly defined, time-limited and quantified, if possible.

Timber Harvesting Landbase (THLB): The area of the Defined Forest Area available for timber extraction.

Traditional Use Study (TUD): Compilation of data respecting historic use of the land and resources by First Nations

Acronyms

AAC Allowable Annual Cut	MOFR British Columbia Ministry of Forests and Range	
AIA Archaeological Impact Assessment	MPS Market Pricing System	
AMD Amendment	NSOGO Non Spatial Old Growth Order	
AOA Archaeological Overview Assessment	NSR Not Satisfactorily Restocked	
BCTS BC Timber Sales	NTFP Non-Timber Forest Products	
BEC Biogeoclimatic Ecosystem Classification	OGMA Old Growth Management Area	
BEO Biodiversity Emphasis Option	OHSC Occupational Health and Safety Committee	
Canfor Canadian Forest Products Ltd.	OSB Oriented Strandboard	
CHR Cultural Heritage Resource	PAG Public Advisory Group	
CFS Canadian Forest Service	PEM Predictive Ecosystem Mapping	
CFLB Crown forested land base	PMP Pest Management Plan	
COPI Creating Opportunity for Public Involvement	PRISM Public Response for Informed Sustainable Management	
CP Cutting Permit	RMZ Riparian Management Zone	
DBH Diameter at Breast Height	ROS Recreation Opportunity Spectrum	
EFG Early Free Growing	RRZ Riparian Reserve Zone	
FDP Forest Development Plan	RVQC Recommended Visual Quality Class	
FMS Forest Management System	SDE Spatial Data Engine	
FG Free Growing	SFMP Sustainable Forest Management Plan	
FIA Forest Investment Account	SI50 Site Index for age 50	
FPC Forest Practices Code	SOP Standard Operating Procedure	
FSP Forest Stewardship Plan	Sx White Spruce	
CENGEA Name for data management system	TBD To be determined	
GIS Geographic Information Systems	THLB Timber Harvesting Land Base	
GMZ/GRZ General Resource Zone	TSA Timber Supply Area	
ILMB Integrated Land Management Bureau	TSR Timber Supply Review	
ITS Incident Tracking System	UWR Ungulate Winter Range	
KDC Kaska Dene Council	VRI Vegetation Resources Inventory	
LFG Late Free Growing	VQO Visual Quality Objective	
LRMP Land Resources Management Plan	WQCR Water Quality Concern Rating	
LU Landscape Unit	WHA Wildlife Habitat Area	
LUPG Landscape Unit Planning Guide	WTP Wildlife Tree Patch	
MAI Mean Annual Increment	WTR Wildlife Tree Retention	
MOA Memorandum of Agreement		

9

² The State of Canada's Forests 2001/2002, as cited by the CSA.

Executive Summary

Fort Nelson Defined Forest Area location

The Defined Forest Area (DFA) of the SFM Plan is the Fort Nelson Timber Supply Area (TSA) as described for the Timber Supply Review. The Fort Nelson DFA is located in the northeastern corner of British Columbia and covers approximately 9.8 million hectares, bordering Alberta to the east and the Northwest Territories and the Yukon Territory to the north. The Alaska Highway (Highway # 97) is the main access to the town of Fort Nelson and the only major service road within the DFA. The Alaska Highway leads travelers north from Dawson Creek, BC, through the Yukon to Fairbanks, Alaska. The 317 Road (Highway 77), so named because it begins 17 miles from Fort Nelson (Mile 300 on the Old Alaska Highway), is the only other year round road access to the Fort Nelson area, providing access to the Northwest Territories (source MOFR website).

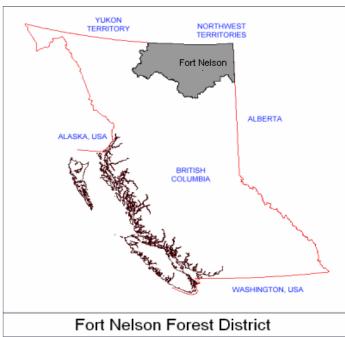


Figure 1: Fort Nelson Defined Forest Area

Purpose

This report is prepared as part of the annual assessment to confirm Canfor's continued implementation of the CSA SFM standard. This report is the ninth edition since registration to the CSA-Z809-02 standard in 2005 and provides a status from April 1, 2013 to March 31, 2014 of the locally developed measures of the SFMP. The SFM Annual Report target completion date is September 30th annually. In this report, each measure is re-iterated, and a brief status update is provided. For further reference to the intent of the measures, or the practices involved, the reader should refer to Canfor's Sustainable Forest Management Plan for the Fort Nelson DFA (SFMP, second edition April 1, 2011).

The development of an updated SFM Plan in conformance with the requirements of the CSA Z809-08 standard was concluded on April 1, 2011. This annual report will summarise performance under the indicators included in the revised SFMP second edition (April 1, 2011). Reporting for BC Timber Sales is provided in a separate report.

Circumstances affecting SFM process

Canfor Corporation announced on January 18th, 2008 that due to poor wood product markets, a high Canadian dollar and record low oriented strand board (OSB) prices, its PolarBoard OSB and Tackama plywood mills in Fort Nelson would be closing indefinitely. The Polarboard closure took effect once the existing inventories were utilized and finished products shipped, which occurred in early June 2008. On February 26th, 2008 it was announced that Canfor's Fort Nelson Tackama mill would continue operations, largely because of the efforts of the United Steel Workers Union, employees, suppliers, the provincial government and contractors to identify means to reduce costs at Tackama and establish a business case to keep Tackama operating. Through the contributions of the union, employees, contractors and suppliers and policy changes announced by the provincial government a business case was made to continue operations at Tackama. The business case was predicated upon

Tackama realizing the intended cost savings and continued positive performance of plywood markets. Although Tackama had performed very well and achieved record production targets, Canfor Corporation reassessed Tackama's situation and announced on October 8th, 2008 that due to the continued poor demand and low prices for plywood across North America, it would be closing indefinitely the Tackama plywood plant in Fort Nelson. The market conditions and future outlook for plywood prices were not encouraging, with no evidence of a turnaround in the near future and consequently Canfor decided to curtail production to address the reduced market demand. The indefinite shutdown of the Canfor mills continued throughout 2009/2010, 2010/2011, 2011/2012, 2012/2013, 2013/2014 and is expected to continue through the next few reporting years. As of the date of completion of this report, the Canfor mills in Fort Nelson remain indefinitely closed.

The closure of the PolarBoard mill, followed later by the closure of the Tackama mill affects local forest management and the PRISM Public Advisory Group in the following ways:

- Reduced and/or no operational harvesting activities affects reporting of certain measures, rendering reporting on current status of much of the indicators as static until resumption of harvest activity;
- Cessation of harvest activities reduces the economic benefit of forest management to the region;
- With the exception of the added meetings required to discuss revisions to the SFM plan, suspended harvesting activities has reduced the need to continue with frequent PAG meetings, resulting in reduced numbers of meetings and field tours;
- Difficulty in attracting new PAG members and promoting general interest in forestry in the community.

Overview of Canfor Achievements

For the 2013 reporting year the following list describes the results achieved:

- \checkmark 44 of the 48 measures were achieved (91.6%),
- √ 2 measures are pending (4.2%),
- \checkmark 2 of the indicator objectives were not met (4.2%).

The overview of target achievements in this section captures Canfor's performance measures. BC Timber Sales is responsible for reporting their achievements through their Annual Report. Figure 2 below compares the 2013 measure achievement to previous reporting periods and Table 1 shows the status of each individual measure. Very similar indicator performance for the 2013 reporting year is noticeable, with respect to the number of indicators either pending or not achieved. Measures that were not met will be discussed during the upcoming Management Review and actions will be identified that should result in improving trends.

With the shutdown of the Canfor mills in Fort Nelson, no Canfor harvest activities took place in 2013. As a result, many measures directly linked to harvest activities do not contain new data and those often refer to the 2008 data (last year of harvesting activities) instead. It is anticipated that the upcoming 2014 Annual Report will continue to provide minimal new reporting of measures that are directly influenced by harvest activities. Table 1 identifies the measures that will receive minimal reporting and are recommended to be deferred for full reporting until harvesting activities resume.

Summary of 2013 Measures Performance

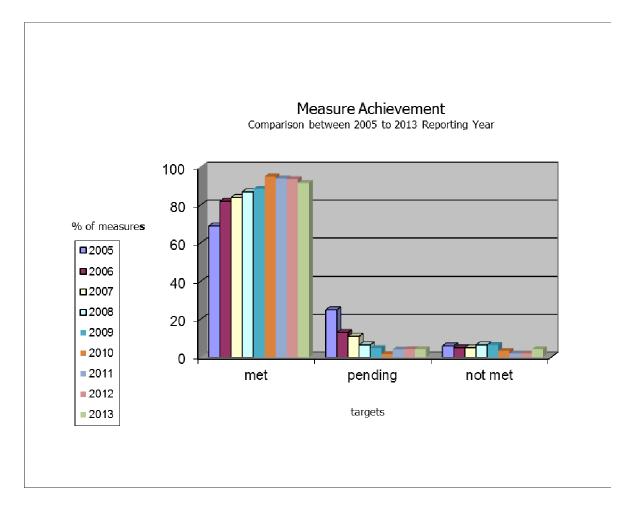


Figure 2: Comparison of measure achievement Canfor 2005 to 2013

Table 1: Summary of Canfor's 2013 Measure Status

	Measure	Target Met	Target Pending	Target Not Met	Minimal
1.1.1	Ecosystem area by type	7			J
1.1.2	Forest area by type or species	j			j
1.1.3	Forest area by seral stage or age class	J			j
1.1.4.1	Degree of within stand structural retention – WTP Percentage	3			j
1.4.2	Degree of within stand structural retention — Dispersed Retention	J			7
1.4.3	Degree of within stand structural retention – Riparian Management	J			7
.1.5	Shrub Habitat	J			7
.2.1 and	Degree of habitat protection for selected focal species including species at risk and degree of suitable habitat in the	7			3
.2.3	Proportion of regeneration comprised of native species	J			
.3.1	Percentage of stands artificially regenerated that are free of genetically modified organisms (GMOs)	J			
.4.1	Proportion of identified sites with implemented management strategies	3			
.4.2	Protection of identified sacred and culturally important sites	7			
.1.1.1	Reforestation success – Regen Delay	7			
	- :	7			
.1.1.2	Reforestation success – Free Growing	_			
.1.1.3	Percentage of silviculture obligation areas with significant detected forest health damaging agents which have	1			
.1.1.4	Evidence of efforts being made to manage known significant forest health damaging agents	₹			
.2.1	Additions and deletions to the forest area	₹			1
.2.2	Proportion of long term sustainable harvest that is actually harvested	_	-		1
.1.1	Level of soil disturbance	<u>√</u>			1
.1.2	Level of downed woody debris				1
.2.1.1	Proportion of watershed or water management areas with recent stand replacing disturbance - Watersheds	√			1
.2.1.2	Proportion of watershed or water management areas with recent stand replacing disturbance – Roads and road structures	•			7
1.1.1	Net carbon uptake – Total Carbon Storage	-			J
1.1.2	Net carbon uptake – Sequestration rate	-			4
.1.2	Reforestation success – Covered by indicator 2.1.1	ſ			
.2.1.1	Addition and deletions to forest area – Covered by indicator 2.2.1	√			4
.2.1.2	Evidence of best efforts to coordinate forest management activities with the oil and gas industry	•			
.1.1.1	Quantity and quality of timber and non-timber benefits, products and services in the DFA – Timber – Covered by indicator 2.2.2		•		•
.1.1.2	Quantity and quality of timber and non-timber benefits, products and services in the DFA – Non-timber	₹			
.1.1.3	Participants forest management activities will not negatively impact established recreational sites and trails	J			1
1.1.4	Forest management activities will be consistent with Visual Quality Objectives (VQO's)	ſ			1
2.1.1	Level of investment in initiatives that contribute to community sustainability	√			1
2.1.2	Amount of stumpage paid in the Fort Nelson TSA	J			1
.2.2	Level of investment in training and skills development	ſ			
.2.3	Level of direct and indirect employment			-√	4
.2.4	Level of aboriginal participation in the forest economy	₹			1
1.1	Evidence of good understanding of the nature of aboriginal title and rights	₹			
.1.2	Evidence of best efforts to obtain acceptance of management Plans based on Aboriginal communities having a clear understanding of the plans	•			
1.3	Level of management and/or protection of areas where culturally important practices and activities (hunting/fishing/gathering) occur	1			_
2.1	Evidence of understanding and use of Aboriginal knowledge through the engagement of willing Aboriginal communities using a process that identifies and manages culturally important resources and values	1			
3.1	Evidence that the organization has cooperated with other forest dependent businesses, forest users and the local community to strengthen and diversify the local economy.	4			
3.2	Evidence of cooperation with DFA related workers to enhance safety standards, procedures and outcomes in all DFA workplaces and affected communities	4			
3.3	Evidence that a worker safety program has been implemented and is periodically reviewed and improved	√			
4.1	Level of participant and Prism member satisfaction with the public participation process	1			
4.2	Evidence of efforts to promote capacity development and meaningful participation in general	7			
4.3	Evidence of efforts to promote capacitydevelopment and meaningful participation for Aboriginal communities – Covered by indicator 6.1.2	1			
5.1	Number of People reached through educational outreach	1			
5.2	Availability of summary information on issues of concern to the public	Ţ			
	,	44	2	2	

Continuous Improvement

To facilitate reporting and continuous improvement of the measures and targets in the SFM Plan, and to ensure that data is collected in a timely and orderly fashion, each measure will be recorded and tracked. This will occur either in Canfor's Cengea Environment' module or in a separate database specific to the measure. CENGEA acts like a warehouse for most SFM tasks, tracking responsibilities, due dates, and progress comments.

Detailed Review of SFM Measure Performance

Criterion 1.0 Biological Diversity

1-1.1 - Ecosystem area by type

Measure 1-1.1		
Target	Results	
Based on a percent representation of ecosystem groups across the DFA:	Canfor did not complete any harvesting or road construction during the reporting period.	
A) 100% of the rare and uncommon ecosystems will have special management strategies associated with them (0%)	Therefore no activities were completed involving rare or uncommon ecosystems. This indicator is therefore considered to be achieved.	
B) 100% of the strategies for rare and uncommon ecosystems will be followed.		

Target Met			
✓ Yes No Pending			

Recommendations and Next Steps

The ecosystem representation analysis for the Fort Nelson DFA was updated in 2011/12. Prior to resumption of harvest activities the management strategies currently identified for rare and uncommon ecosystems and the SFMP table 16 rare and Uncommon Ecosystems will be updated to be consistent with the revised 2011/12 ERA results. Those ecosystems found to be uncommon or rare in the NHLB will be subject to specific management strategies where they occur in the THLB.

References

Table 5: Rare and Uncommon Ecosystems in the Fort Nelson DFA in Appendix 2.

1-1.2 - Forest area by type and species

t-1.2 – Forest area by type and species			
Measure 1-1.2			
Target Results			
Percent distribution of Forest type (treed conifer, treed	Canfor was not actively harvesting or constructing		
broadleaf, treed mixed) >20 years old across the DFA. roads during the reporting period. Accordingly,			
Target is to maintain baseline ranges and distribution in there was no effect on the forest type distribution			
the future (5%)	This indicator is considered met due to zero net		
	effect on the indicator.		

Target Met		
✓ Yes	No	Pending

December and Mark Chang	
Recommendations and Next Steps	
None at this point.	

References

See Table 6: Forest Cover Type in Appendix 2.



Figure 3: Deciduous, conifer and mixed wood forest stands.

1-1.3 – Forest area by Seral stage or age class

Measure 1-1.3			
Target Results			
Percent of late seral stage (old growth) distribution by	Canfor was not actively harvesting or constructing		
natural disturbance unit is maintained at the legal targe road during the reporting period. Accordingly			
for old growth as set by the Non-Spatial Old Growth	there was no effect on the late seral stage forest		
Objectives of the Fort Nelson Forest District Order	distribution across the DFA. This indicator is		
(NSLBOO) and spatially established OGMA's or to trend	considered met due to zero net effect on the		
positive each year toward meeting the legal target.%)	indicator.		

Target Met		
✓ Yes	No	Pending

Recommen	dations and Next Steps
None at this point.	

References

See Table 7: Required Percentage of Retention in the DFA, Figure 7: Natural Disturbance Units of the Fort Nelson DFA and Table 8: Current Percentage of Old Seral Stage by NDU in Appendix 2 for a summary of the data supporting this indicator.

1-1.4.1 - Degree of within stand structural retention – WTP percentage

Measure 1-1.4.1		
Target	Results	
Percent of within stand structure retained across the DFA in harvested areas: A) 100% conformance with landscape level (LU) target of 7% set by FRPA for all new harvesting (0%) B) positive trend toward the baseline 7% in LU's where current level of retention is deficient	Canfor completed no harvesting activities in the reporting period. No harvesting occurred since the calculation of the 2010 baseline data for the 2011 SFMP. Accordingly, there was no effect on the percentage of WTP retention within the DFA and the trend was unaffected as well. This indicator is considered met due to zero net effect on the target.	

Target Met		
✓ Yes	Pending	

Recommendations and Next Steps

The Canfor Forest Stewardship Plan (FSP) WTP retention target was amended in 2012 to be consistent with the target noted in the SFMP.

References

See Table 9: Current Stand Level Retention Percentage in Appendix 2.

1-1.4.2 — Degree of within stand structural retention — Dispersed Retention

Measure 1-1.4.2			
Target Results			
Percent of blocks meeting dispersed retention levels as	Canfor completed no harvesting activities during		
prescribed in the site/logging plan, target of 100% (0%)	the reporting period. Accordingly there was no		
	effect on the indicator target. This indicator is		
	considered met due to zero net effect on the target.		

Target Met			
✓ Yes No Pending			

	Recommendations and Next Steps
None at this point.	

References		

1-1.4.3 — Degree of within stand structural retention — Riparian management

Measure 1-1.4.3			
Target Results			
Number of non-conformances where forest operations	Canfor completed no harvesting activities during		
are not consistent with riparian management	the reporting period. Accordingly, there were no		
requirements as identified in operational plans, target non-conformances with riparian management			
of 0 non conformances. requirements in operational plans. This ind			
(Variance of 0)	considered met due to zero net effect on the		
	target.		

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps
None at this point.

References	

1-1.5 — Shrub Habitat

Measure 1-1.5				
Target				
A) Sustain current baseline shrub the THLB (5%)	habitat percentage in	Canfor completed no harvesting or road construction activities during the reporting period therefore our forest activities had no effect on the		
B) Monitor shrub habitat percenta	ntage in the NHLB shrub percentage in the THLB. This target is considered met due to zero net effect on the target.		-	
Target Met				
✓ Yes	No Pending			

	Recommendations and Next Steps	
None at this point.		

References

See Table 10: Area in Stands Less than 20 Years Old and Polygons labeled as Shrub Area and Table 11: Areas in Stands with the Label NPBr in Appendix 2.

- 1-2.1 Degree of Habitat protection for selected focal species including species at risk, and
- 1-2.2 Degree of suitable habitat in the long term for selected focal species including species at risk.

Measure 1-2.1 and 1-2.2		
Target	Results	
Percentage of forest management activities consistent	Canfor completed no harvesting or road	
with management strategies for species of management	0 , 0,	
concern, target of 100% conformance with management	•	
strategies.	the potential to impact a species of management	
(Variance of 0).	concern. This target is considered met due to zero	
	net effect on the target.	

Talget Fiet		
✓ Yes	No	Pending
Recommendations and Next Steps		
None at this point.		

References

1-2.3 - Proportion of regeneration comprised of native species

Measure 1-2.3		
Target	Results	
Regeneration will be consistent with provincial regulation and standards for seed and vegetative material use. Target of 100% conformance with standards (0).	Canfor's planting activities during the reporting period were in conformance with the Chief Forester's Standards for Seed Use. Seedlings were planted from local seed collected in Fort Nelson in accordance with the Chief Forester's Standards for Seed Use This target has been met.	

No Pending
dations and Next Steps
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1-3.1 - Percentage of stands artificially regenerated that are free from genetically modified organisms (GMO's)

Measure 1-3.1	
Target	Results
100 percent of stands artificially reforested by participants will be free of GMO's. (Variance of 0%).	Canfor's planting activities during the reporting period were in conformance with the Chief Forester's Standards for Seed Use. All blocks were planted with seedlings grown from locally harvested seed as mentioned in indicator 1.2.3. No genetically modified organisms were used to reforest any areas in the DFA. This target has been met

	Target Met	
✓ Yes	No	Pending

Recommendations and Next Steps	
None at this point.	

References	
•	

1-4.1 - Proportion of identified sites with implemented management strategies

Measure 1-4.1		
Target	Results	
100 percent of forest management activities consistent	Canfor completed no harvesting or road	
with management strategies for protected areas and	construction activities during the reporting period	
sites of biological significance (Variance of 0%)	therefore no activities took place that would have	
	the potential to impact protected areas or sites of	
	biological significance. Silviculture activities were	
	consistent with operational plans. This indicator is	
	considered met due to zero impact on the target.	

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

The indicator target and variance includes sites of cultural significance made known to the participants by First Nations and other parties.

References

1-4.2 - Protection of identified sacred and culturally important sites

Measure 1-4.2		
Target	Results	
100 percent of identified Aboriginal forest values, knowledge and uses considered in forestry planning processes (0).	Canfor completed no harvesting or road construction activities during the reporting period, accordingly no activities took place that would have the potential to impact identified sacred or culturally important sites. No sites of significance to first nations to be addressed by planning processes were brought forward to Canfor during this reporting period. This indicator is considered met due to zero harvesting activities having occurred.	

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

Inherent in the SFMP description of this indicator is the understanding that the consideration of Aboriginal forest values, knowledge and uses in forestry planning also includes addressing the mitigation of potential negative impact of these items and known sites of cultural importance to First Nations.

References	

Criterion 2.0 Ecosystem Condition and Productivity

2-1.1.1 - Reforestation success - Regen Delay

Measure 2-1.1.1		
Target	Results	
100 percent of stands established annually will have an	No stands were due to be established in 2013. In	
average regeneration delay of 3 years or less (variance fact no stands were established in the last 5		
Site Plan specific)	Fill planting of previously established stands	
	occurred in 2013 to maintain stocking within target	
	thresholds. This target has been met.	

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

Six blocks had regen delay due in 2013. The regen delay period was extended by 2 years for SU D of block CAT2594, to allow fill planting to be completed in 2014.

	References	
See Appendix 3 Table 13.		

2-1.1.2 - Reforestation success - Free Growing

Measure 2-1.1.2		
Target	Results	
100 percent compliance with free growing timelines prescribed in site plans (0) 99.8% of all blocks required to be free growing 2013 achieved free growing status and were declared as free growing. The indicator target therefore not quite achieved.		

Target Met		
Yes	✓ No	Pending

Recommendations and Next Steps

The late free growing date was extended for a number of blocks experiencing reforestation challenges. The late free growing dates were amended prior to expiry of the original late free growing date. Free growing was not achieved on block CP 304 bk 318 - 7.5 ha prior to expiry of the late free growing date, an action plan will be developed to achieve free growing status on this block.

	References
See Appendix 3 Table 12.	

2-1.1.3 - Percentage of silviculture obligation areas with significant detected forest health damaging agents which have treatment plans

Measure 2-1.1.3		
Target	Results	
100 Percent of sites with significant forest health	All blocks found to have a significant forest health	
damaging agents will have a treatment plan developed	damaging agent that threatens the survival of the	
and initiated within one year of detection (0)	stand have had treatment plans developed. The	
	most significant damaging agent found in blocks	
	surveyed in 2013 was competing vegetation.	
	These blocks have been scheduled for vegetation	
	management and/or fill planting treatments. This	
	indicator target has been achieved.	

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

Wildfires in the Kotcho area destroyed a number of Canfor's plantations in 2012. Action plans have been developed to deal with reforesting these areas. No blocks were lost to fire, insects or disease in 2013.

	References
See Appendix 3 Table 15	

2-1.1.4 - Evidence of efforts being made to manage known significant forest health damaging agents

Measure 2-1.1.4		
Target	Results	
a) Annually report out on percentage of harvest	Canfor completed no harvesting or road	
activity that is focused on the treatment of stands	construction activities during the reporting period,	
damaged by or susceptible to damage by natural	accordingly no harvest salvage or sanitation	
events or damaging agents	activities took place that would have the potential	
	to impact significant forest health damaging	
b) Annually report out on participation in management	agents. Canfor has implemented brushing	
efforts within the DFA (committees, Task Forces, etc.) fo	activities where required. Canfor staff were	
significant forest health damaging agents	members of the Fort Nelson Mountain Pine Beetle	
	Task Force during the reporting period. Therefore,	
	this indicator is considered to have been met.	

Target Met		
✓ Yes No		Pending

	Recommendations and Next Steps
None at this point.	

	References
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2-2.1 - Additions and deletions to the forest area

Measure 2-2.1		
Target	Results	
Report out the percentage of gross forested landbase	Canfor completed no harvesting or road	
(CFLB) in the DFA converted to non-forest land use	construction activities during the reporting period,	
through forest management activities. Target of less	accordingly no activities took place that converted	
than 3% of the gross forested landbase at any given	forest land to non forest land use. This indicator	
time (variance of 0%).	target is considered achieved.	

Target Met		
✓ Yes	No	Pending

	Recommendations and Next Steps
None at this point.	

	References	
See Appendix 3 Table 16.		

2-2.2 - Proportion of long term sustainable harvest level that is actually harvested

Measure 2-2.2		
Target Results		
Percentage of volume harvested compared to the long	Canfor completed no harvesting or road	
term harvest level (AAC) with a target of 100 percent	construction activities during the reporting	
over 5 years (10%)	period. This indicator target is considered	
pending.		

Target Met		
Yes	No	✓ Pending

Recommendations and Next Steps

The PRISM has agreed that reporting of the Participants performance for this indicator will be waived pending the resumption of timber harvesting by the Participants within the DFA.

References

Criterion 3.0 Soil and Water

3-1.1 - Level of soil disturbance

Measure 3-1.1		
Target Results		
Percentage of harvested blocks meeting soil disturbance objectives identified in plans. Target of 100 percent (variance of 0%)	Canfor completed no harvesting, mechanical site preparation or road construction activities during the reporting period. Therefore no negative soil disturbance was created. This indicator target is considered achieved.	

Target Met		
✓ Yes	No	Pending
Pocommondations and Novt Stons		

Recommendations and Next Steps	
None at this point.	

References	

3-1.2 - Level of Downed woody debris

Measure 3	3-1.2
Target	Results
Percent of cutblocks reviewed where post harvest coarse woody debris (CWD) levels are within the targets contained in plans. Target of 100% (10)	Canfor completed no harvesting or road construction activities during the reporting period. Therefore the population of blocks required to meet the target was zero. This indicator target is considered achieved.

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps	
None at this point.	

References	
References	

3-2.1.1 - Proportion of watersheds or water management areas with recent stand replacing disturbance – Watersheds

Measure 3-2.1.1		
Target	Results	
Sensitive watersheds that are found to be above peak	Canfor completed no harvesting or road	
flow targets will have further assessment done and	construction activities during the reporting period.	
strategies created for water management prior to	Therefore no harvesting occurred in sensitive	
harvest within the watershed. Target of 100 percent (0)	watersheds. This indicator target is considered	
	achieved	

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

Watersheds within the DFA will be analyzed to create a baseline of information identifying sensitive watersheds. The Interior Watershed Assessment procedures Guidebook and the advice of hydrologists will be considered in the analysis. This analysis will be completed prior to resumption of harvest activities.

References

3-2.1.2 - Proportion of watersheds with recent stand replacing disturbance – Roads and Structures

Measure 3-2.1.2	
Target	Results
Percentage of high hazard drainage structures on road permits in sensitive watersheds with identified water quality concerns that have mitigative strategies implemented. Target of 100 (0)	Canfor completed no harvesting or road construction activities during the reporting period. Therefore no harvesting occurred in sensitive watershed. This indicator target is considered achieved.

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

Prior to resumption of harvest activities, an analysis will be conducted to identify sensitive watersheds within the Fort Nelson DFA. Harvesting conducted in sensitive watersheds utilizing roads held under permit by Canfor will be targeted for assessment of drainage structures as identified in the SFMP, to identify stream crossings considered to be of high potential hazard for sediment delivery to fish bearing streams. Mitigation strategies will be developed for high sedimentation hazard crossing structures.

References

Criterion 4.0 Role in Global Ecological Cycles

4-1.1.1 - Net carbon uptake - Total Carbon Storage

Measure 4-1.1.1		
Target	Results	
Maintain or increase the CFS-CBM derived baseline of 1,752 mega-tonnes total ecosystem carbon on the productive CFLB (10%)	The total carbon storage for the Fort Nelson DFA was calculated in 2006 and came out to 1,752 MT of carbon in the DFA. This indicator is considered met as the data from the initial run is still the baseline and believed to be applicable. See Table 19: Summary of ecosystem carbon storage in the forested landbase over a 250 year period in Appendix 4 – Criterion 4 Supporting Data for a summary of the data from the FESL report.	

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

This data is tied to inputs from the Timber Supply Review (TSR). The next run of the model will be completed in conjunction with the anticipated 2016 TSR. Should new carbon storage data for the DFA become available prior to the TSR, it will be presented within the reporting year report when it was released. The lack of harvesting and road building activities by Canfor has resulted in no reductions in Carbon storage resulting from Canfor's forest management activities.

References

See Table 19: Summary of ecosystem carbon storage in the forested landbase over a 250 year period in Appendix 4 – Criterion 4 Supporting Data for a summary of the data from the carbon analysis report.

4-1.1.2 - Net carbon uptake – Sequestration rate

Measure 4-1.1.2		
Target Results		
Maintain or increase the CFS-CBM derived baseline	The annual carbon sequestration rate for the Fort	
sequestration rate of 0.93 MT carbon per year in the	Nelson DFA was calculated in 2006 and came out	
THLB and 0.55 MT carbon per year in the NHLB (10%)	to 0.93 MT per year in the THLB and 0.55 MT per	
	year in the NHLB. This indicator is considered met	
	as the data from the initial run is still the baseline	
	and believed to be applicable.	

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

This data is tied to inputs developed under Timber Supply Review (TSR) analyses. The next run of the model may be completed in conjunction with the anticipated 2016 TSR. Should new carbon sequestration rate data for the DFA become available prior to the TSR, it would be presented within the reporting year report when it was released. Canfor's reforestation activities have contributed to maintaining and / or increasing the Carbon sequestration rate.

References

See Table 20: Average carbon sequestration rate in the forested landbase over a 250 year period in Appendix 4 – Criterion 4 Supporting Data for a summary of the data from the carbon analysis report.

4-1.2 - Reforestation Success

Measure 4-1.2		
Target Results		
Average regeneration delay for stands established annually will be 3 years or less (Variance site plan specific).	No stands were established in the last 5 years, as no harvesting has occurred since 2008. Fill planting of previously established stands occurred in 2013 to maintain stocking within target thresholds. This target has been met	

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

Block stocking will continue to be monitored and fill planting completed where required to maintain stocking within target thresholds.

	References
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4-2.1.1 - Addition and deletions to the forest area

Measure 4-2.1.1		
Target Results		
Percent of gross forested landbase in the DFA converted to non-forest land use through forest management activities. Target of less than 3% of gross forested landbase at any given time (0).	Canfor completed no harvesting or road construction activities during the reporting period, accordingly no activities took place that converted forest land to non forest land use. This indicator target is considered achieved	

Target Met		
✓ Yes	No	Pending
Recommendations and Next Steps		
None at this point.		
References		

4-2.1.2 - Evidence of best efforts to coordinate forest management activities with the oil and gas industry

Measure 4-2.1.2		
Target	Results	
A) Share 100% of annual planned block and road construction with the Oil and Gas Commission (0)	Canfor completed no harvesting or road construction activities during the reporting	
B) Report out the number of oil and gas referrals for the Fort Nelson DFA responded to by each of the participants	period, nor did Canfor complete any harvest	

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

Prior to resumption of harvest activities, Canfor will share it's annual harvest plan with the Oil and Gas Commission. Canfor continues to comment on oil and gas project referrals received. See the BCTS Annual Report for the number of referrals responded to by BCTS.

References

A risk assessment of the impact of oil and gas activities on SFM targets was completed in 2012. See Appendix 3 Figure 6.

Criterion 5.0 Economic and Social Benefits

5-1.1.1 - Quantity and quality of timber and non-timber benefits, products and services produced in the DFA - Timber

Measure 5-1.1.1		
Target Results		
Proportion of the long term sustainable harvest level	Canfor completed no harvesting or road	
that is actually harvested. Percentage of volume	construction activities during the reporting period.	
harvested annually compared to long term harvest level (AAC) with a target of 100 percent over 5 years (0)	This indicator target is considered pending.	

Target Met		
Yes	No	✓ Pending

Recommendations and Next Steps

The PRISM has agreed that reporting of the Participants performance for this indicator will be waived pending the resumption of timber harvesting by the Participants within the DFA.

References



Figure 4: Canfor Polarboard OSB mill circa 2003.

5-1.1.2 - Quantity and quality of timber and non-timber benefits, products and services provided in the DFA – Non-Timber

Measure 5-1.1.2 Target Results	

Target Met		
✓ Yes	No	Pending
Recommendations and Next Steps		
References		

5-1.1.3 - Participants forest management activities will not negatively impact established recreational sites and trails

Measure 5-1.1.3	
Target	Results
100 percent of Participants road building and harvesting	Canfor completed no harvesting or road
activities will take place outside of established	construction activities during the reporting period.
recreation sites and trails. A variance is allowed in the	As such there was no potential or actual impact to
event there is a compelling forest health or safety	established recreation sites and trails. The
concern and that appropriate permissions are obtained.	indicator is considered achieved.

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

A variance, if required, would be requested from the appropriate designated decision maker.

References

See Table 21: Recreation sites and trails in the Fort Nelson DFA in Appendix 5 – Criterion 5 Supporting Data for a summary of Recreation sites and trails identified in the SFMP.

5-1.1.4 - Forest management activities will be consistent with Visual Quality Objectives (VQOs)

Measure 5-1.1.4		
Target	Results	
100 percent of Participants forest operations will be	Canfor completed no harvesting or road	
consistent with the established VQOs for the Fort	construction activities during the reporting period.	
Nelson DFA. A variance is allowed in the event there is	As such there was no potential or actual impact to	
a compelling forest health or safety concern, and the	established VQOs. The indicator is considered	
appropriate permissions are obtained.	achieved.	

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

A variance, if required, would be requested from the appropriate designated decision maker.

References

See Figure 9: Fort Nelson Visual Quality Objectives, Table 22: Visual Quality Objective Class, Table 23: Maximum Allowable Disturbance Percentage by VQO Class, Table 24: Percent Denudation for Established VQOs in Appendix 5 – Criterion 5 Supporting Data, for a summary of the background data from the 2011 SFMP.

5-2.1.1 - Levels of investment in initiatives that contribute to community sustainability

Measure 5-2.1.1	
Target	Results
Percent of total budget spent in local communities on a 5 year rolling average. This will be a report out indicator until the PAG decides on an acceptable target and variance. Annual expenditures will also be reported out in this indicator	Canfor's 2013 silviculture budget 34.1% (\$721,882)

raiget Met			
✓ Yes	No	Pending	
Recommendations and Next Steps			
None at this point.			

References	
See Appendix 5 Table 26.	

5-2.1.2 - Amount of stumpage paid in the Fort Nelson DFA

Measure 5-2.1.2		
Target	Results	
This is a report out indicator requested by the Public	Canfor completed no harvesting or road	
Advisory Group to show what revenues are being	construction activities during the reporting period.	
generated by the forest resource (timber extraction) in	As such there was no stumpage charged and none	
the DFA. As such there is no target or variance	paid in the reporting period. The indicator is	
associated with it.	considered to have been achieved.	

Target Met			
✓ Yes	No	Pending	
Recommendations and Next Steps			
None at this point.			
References			

5-2.2 - Level of investment in training and skills development

Measure 5-2.2		
Target	Results	
Training in environmental and safety procedures in	In 2013 Canfor had 4 woodlands employees with	
compliance with company training plans. Target of 100	duties in Fort Nelson. All 4 employees received	
percent of company employees will have both	required safety and environmental training. This	
environmental and safety training (5).	indicator target is considered to have been met.	

Target Met		
✓ Yes	No	Pending
Recommendations and Next Steps		
None at this point.		
References		

5-2.3 - Level of direct and indirect employment

Measure 5-2.3		
Target	Results	
Maintain current level of direct and indirect employment as expressed as a factor of current harvest	During the reporting period Canfor had a total of 4 staff assigned to Fort Nelson duties. The TSR	
level (or using indirect job multipliers derived from the last TSR (variance of 10%)	employment multiplier of 1.25 yields a total of 5 direct and indirect jobs. This indicator target is considered to not have been achieved.	

Target Met			
✓ Y	'es	No	Pending

Recommendations and Next Steps

With the sale of Canfor's panel manufacturing equipment in the spring of 2013, the 14 manufacturing staff assigned to Canfor Fort Nelson had their employment with the Company terminated. As of the writing of this report, Canfor has no manufacturing staff in Fort Nelson. At the time of preparation of this report Canfor has 4 employees (Woodlands) with duties in Fort Nelson. This will become the baseline level of direct employment to be maintained in the 2014 reporting year.

References

5-2.4 - Level of Aboriginal participation in the forest economy

None at this point.

Measure 5-2.4		
Target	Results	
Number of opportunities compared to the three year	Canfor maintained 1 MOU with Prophet River	
rolling average. There will be no set target for this	First Nation. The provisions of the MOU are	
indicator as the objective is to ensure that some	considered "on hold" until harvest operations	
opportunities are being made available to first nations	resume by Canfor. Canfor did not tender any	
within the DFA. No variance is prescribed with this	contracts for work in Fort Nelson in 2013. As this	
indicator	is a report out indicator it is considered to have	
	been met.	

larget Met		
✓ Yes	No	Pending
Recommendations and Next Steps		

References	

6-1.1 - Evidence of good understanding of the nature of Aboriginal title and rights

Measure 6-1.1		
Target	Results	
100% of Canfor Forest Management Group (Fort	Canfor's Fort Nelson Woodlands employees	
Nelson Woodlands) employees and 100% of all BCTS	received First Nations awareness training. This	
Fort Nelson Field Team staff will receive First Nations	indicator is considered to have been achieved.	
awareness training (variance of 0%)		

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

Canfor's aboriginal awareness training module was placed on the Eclipse training website in the form of a self administered training module in 2012.

References

6-1.2 - Evidence of best efforts to obtain acceptance of management plans based on Aboriginal communities having a clear understanding of the plans

Measure 6-1.2		
Target	Results	
100% of management plans exhibit evidence of best efforts to obtain acceptance by aboriginal	During the reporting period no harvesting plans were developed. Notice of Intent to Treat were shared with affected First Nations (Prophet River,	
communities	Fort Nelson and Fort Liard and Kaska Dene) and invited to meet with Canfor reps to review the	
	plans. Prophet River FN accepted the offer to discuss the plan and provided comment which	
	were addressed. This indicator is considered to have been met.	

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps	
None at this point.	

References

6-1.3 - Level of Management and/or Protection of areas where culturally important practices and activities (hunting, fishing, gathering) occur

Measure 6-1.3			
Target Results			
100 percent of forest operations in conformance with operational / site plans developed to address Aboriginal forest values, knowledge and uses (variance of 0)	Canfor completed no harvesting or road construction activities during the reporting period. Canfor's brushing activities were completed in conformance with site plans & comments received in response to the Pesticide Management Plan (PMP). The indicator is achieved.		

Target Met			
✓ Yes	No	Pending	
Recommendations and Next Steps			
None at this point.			
References			

6-2.1 - Evidence of understanding and use of Aboriginal knowledge through the engagement of willing Aboriginal communities, using a process that identifies and manages culturally important resources and values

Measure 6-2.1			
Target	Results		
100 percent of identified Aboriginal forest values and uses considered in the forestry planning process	Canfor did not propose or complete any harvesting or road construction activities during the reporting period. Canfor's brushing activities were completed in conformance with site plans and comments received from First Nations in response to the PMP. The indicator is achieved.		

Target Met		
✓ Yes	No	Pending

Recommendations and Next Steps

Inherent in the SFMP description of this indicator is the understanding that the consideration of Aboriginal forest values and uses in forestry planning includes addressing the protection of these items in forest plans.

References

6-3.1 - Evidence that the organization has co-operated with other forest dependent businesses, forest users and the local community to strengthen and diversify the local economy

Measure 6-3.1			
Target Results			
Report out the number of purchase/Sale/Trade relationships with local forest dependant businesses where primary forest products and by-products are bought, sold or traded (Variance not applicable).	Canfor maintained an inactive purchase relationship with BCTS and other industrial suppliers in the Fort Nelson area, due to the indefinite closure of Canfor's mills. The indicator is considered to have been achieved.		

Target Met			
✓ Yes	No	Pending	
Recommendations and Next Steps			
None at this point	Recommendations and Next Ste	μο	
None at this point.			
	References		

6-3.2 - Evidence of co-operation with DFA related workers to improve and enhance safety standards, procedures and outcomes in all DFA workplaces and affected communities

Measure 6-3.2		
 Target	Results	
100 percent of Participants and their contractors and	Canfor maintained Safe Companies Certification in	
licensees (in the case of BCTS) will implement and	the reporting period. Canfor did not complete any	
maintain a certified safety program (10%).	harvesting or road construction activities during	
	the reporting period. Silviculture contractors	
	working for Canfor in the woods during the	
	reporting period maintained certified safety	
	programs. This indicator is considered to have	
	been achieved.	

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been demeved.			
Target Met			
No	Pending		
Recommendations and Next Steps			
None at this point.			
References			
	Target Met No Recommendations and Next Step		

6-3.3 - Evidence that a worker safety program has been implemented and is periodically reviewed and improved.

Measure 6-3.3		
Target	Results	
A) 100 Percent of non-conformities found during external audits will have an action plan developed and implemented in a manner and timeframe acceptable to the auditor (0). B) An annual management review of the safety program will be completed (0)	A) Canfor successfully underwent a surveillance audit of its safety certification, which was maintained during the reporting period. No non conformities were identified. B) A management review of Canfor's 2013 Forest Management Group safety program was completed.	
program will be completed (0)	This indicator is considered to have been achieved.	

Target Met		
✓ Yes	No	Pending
Recommendations and Next Steps		
None at this point.		
References		

6-4.1 - Level of Participant and PRISM satisfaction with the public participation process

Measure 6-4.1		
Target	Results	
80 percent or greater level of satisfaction indicated by a PRISM established and maintained satisfaction survey (10%)	The PRISM satisfaction survey was administered at the March 13 th 2014 PAG meeting. Five surveys were returned and the average satisfaction level with the Public advisory process was rated as 4.8 out of 5 (97%). Therefore this indicator is considered to be met.	

Target Met		
✓ Yes	No	Pending
<u> </u>		

Recommendations and Next Steps	
None at this point.	

References

See Appendix 6 March 14, 2013 PRISM meeting summary for results of the public participation process satisfact survey.

6-4.2 - Evidence of efforts to promote capacity and meaningful participation in general

Measure 6-4.2		
Target	Results	
1 or more educational opportunities for information/training are delivered to the PAG Annually	Several educational opportunities were presented during the reporting period: 1) November 28 th PRISM Meeting a) Discussion of annual report and audit results - Darrell Regimbald & Jason Smith 2) March 13 th PRISM Meeting a) Discussion of reforestation achievements - Darrell Regimbald b) Review of CSA Z809-08 standard - Jason Smith This indicator has been achieved.	

Target Met		
✓ Yes	No	Pending
Recommendations and Next Steps		
None at this point.		
References		

6-4.3 - Evidence of efforts to promote capacity development and meaningful participation for Aboriginal communities

Measure 6-4.3		
Target	Results	
100 percent of management plans exhibit evidence of	During the reporting period no harvesting plans	
best efforts to obtain acceptance by Aboriginal	were developed. Notice of Intent to Treat were	
communities (0%)	shared with affected First Nations (Prophet River,	
	Fort Nelson and Fort Liard First Nations) and	
	invited to meet with Canfor reps to review the	
	plans. Prophet River FN accepted the offer to	
	discuss the plan and provided comment. This	
	indicator is considered to have been met.	

Pending		
IN I C		
Recommendations and Next Steps		
References		

6-5.1 - Number of people reached through educational outreach

Measure 6-5.1		
Target	Results	
50 or greater people to whom educational opportunities have been offered (variance of -10 people)	Following is a summary of the Participants' educational outreach activities and the attendance: • May 2014 Trade Show -31 people • May 2014 discussion with 1 student intern • November 28, 2013 PRISM Meeting - 4 people • March 13 2014 PRISM Meeting - 4 people • 2012 SFM Annual report - submitted to Fort Nelson public library (unsure of number of people reached) Total People reached via educational outreach - 40+ people As total is within the 10 person variance, this indicator is considered to have been met.	

larget Met		
Yes	✓ No	Pending

Recommendations and Next Steps

None at this point.

References

6-5.2 - Availability of summary information on issues of concern to the public

Measure 6-5.2		
Target	Results	
Previous years' annual report must be made available to the public via the web prior to March 31 st of the current reporting year (no variance).	Canfor posted the 2012 annual report to it's external website. The 2012 SFM annual report was submitted to the Fort Nelson public library. This indicator has been met.	

Target Met						
✓ Yes	No	Pending				

Recommendations and Next Steps

The 2013 SFM annual report will be posted to Canfor's external website and a copy will be provided to the Fort Nelson public library.

References



Figure 5 Toad River, Fort Nelson Defined Forest Area.

Questions regarding the 2013 SFM annual report may be directed to Canfor:
Darrell Regimbald RPF
Planning Coordinator North
250 787-3651

Appendix 1 – SFMP Change Tables

Table 2: Summary of Changes to Criteria from the 2004 SFMP to the 2011 SFMP

Table 3: Summary of changes from 2004 Measures to 2011 Indicators

Table 4: Dropped Measures from the Amended 2004 SFMP

Table 2: Summary of Changes to Criteria from the 2004 SFMP to the 2011 SFMP

2004 Criteria	CSA Z809-08 Criteria
C1 Biological richness and its associated values are	C1 Biological diversity
sustained in the defined forest area (DFA)	
C 2. The productive capability of forest ecosystems	C2 Ecosystem Condition and Productivity
within the Timber Harvesting Land Base (THLB) are	
sustained	
C 3. Forest ecosystem contributions to global	C3 Soil and Water
ecological cycles are sustained within the DFA	
C 4. The flow of economic benefits from forests	C4 Role in Global Ecological Cycles
through the forest industry is sustained	
C 5. The flow of marketed non-timber economic	C5 Economic and Social Benefits
benefits from forests is sustained	
C 6. Forest management contributes to a	C6 Society's responsibility
diversified local economy	
C 7. Decisions guiding forest management on the	
DFA are informed by and respond to a wide range	
of social and cultural values	
C 8. Forest management sustains or enhances the	
cultural (material and economic), health (physical	
and spiritual) and capacity benefits that First	
Nations derive from forest resources	
C 9. Forest management sustains ongoing	
opportunities for a range of quality of life benefits	

Table 3: Summary of changes from 2004 Measures to 2011 Indicators

Table 5. Summary of changes from 2004 Measures	
CSA Z809-08 Core indicator or Local	Measure replaced from the 2008 update of
Indicator	the 2004 plan
1.1.1 Ecosystem area by type	1-1.1 Ecosystem Representation
1.1.2 Forest area by type or species composition	1-2.1 Habitat elements
1.1.3 Forest area by seral stage or age class	1-1.2 Seral stage
1.1.4.1 Degree of within stand structural retention	1-2.1 Habitat elements
– WTP percentage	
1.1.4.2 Degree of within stand structural retention	1-2.1 Habitat elements
– Dispersed Retention	4.24 Helefert elements
1.1.4.3 Degree of within stand structural retention	1-2.1 Habitat elements
- Riparian Management	
1.1.5 Shrub Habitat	1-2.1 Habitat elements
1.2.1 Degree of habitat protection for focal species	1-3.1 Vertebrate species populations
including species at risk	1-3.2 SAR management strategies
	1-4.1 Operations in parks, reserves and PA's
	1-4.2 Special sites of biological significance
	1-4.3 Management activities consistent with the
	Muskwa-Kechika management area
	1-4.4 Management activities consistent with legal
	objectives
1.2.2 Degree of suitable habitat in the long term	1-2.1 Habitat elements
for selected focal species including species at risk	1-3.1 Vertebrate species populations
	1-4.1 Operations in parks, reserves and protected
	areas
	1-4.2 Special sites of biological significance
	1-4.3 Management activities consistent with the
	Muskwa-Kechika management area
	1-4.4 Management activities consistent with legal
	objectives
1.2.3 Proportion of regeneration comprised of	1-6.1 Conifer seed use in accordance with
native species	regulation
	1-6.2 Aspen regeneration – Natural regeneration
1.3.1 Percentage of stands artificially regenerated	New Measure with no equivalent from the older
that are free of genetically modified organisms	plans
1.4.1 Proportion of identified sites with	1-4.1 Operations in parks, reserves and protected
implemented management strategies	areas
	1-4.2 Special site of biological significance
	1-4.4 Management activities consistent with legal
	objectives
	9-3.1 compliance with documented strategies
1.4.2 Protection of identified sacred and culturally	8-2.1 Percentage of specific/confirmed culturally
important sites	important sites identified by first nations
2.1.1.1 Reforestation success – Regen Delay	2-3.1 Regeneration delay
j ,	2-3.2 Compliance with regeneration standards
2.1.1.2 Reforestation success – Free Growing	2-3.3 Compliance with free growing
TITLE REPORTS AND COURT OF THE COMMING	2 3.3 33mphanee with free growing

CSA Z809-08 Core indicator or Local Indicator	Measure replaced from the 2008 update of the 2004 plan
2.1.1.3 Percentage of silviculture obligation areas with significant detected forest health agents which have treatment plans	4-6.2 Management strategies for damaging events or agents
2.1.1.4 Evidence of efforts being made to manage known significant forest health damaging agents	4-6.1 Assessment of damaging events or agents
2.2.1 Addition and deletions to the forest area	2-2.1 forest converted to non-forest use 2-2.3 Landslides
2.2.2 Percentage of long term sustainable harvest level that is actually harvested	4-1.1 Harvested Volume 4-1.2 Timber supply certainty
3.1.1 Level of Soil disturbance	22.2 Long term detrimental soil disturbance
3.1.2 Level of downed woody debris	1-2.1 Habitat elements 2-1.2 Coarse woody debris
3.2.1.1 Proportion of watershed or water management areas with recent stand replacing disturbance - Watersheds	1-5.1 Stream crossings – WQCR 1-5.2 Stream crossings – installed/removed to design/standard 1-5.3 Stream crossings - inspections
3.2.1.2 Proportion of watershed or water management areas with recent stand replacing disturbance - Roads	1-5.1 Stream crossings – WQCR 1-5.2 Stream crossings – installed/removed to design/standard 1-5.3 Stream crossings - inspections
4.1.1.1 Net Carbon Uptake – Total Carbon Storage	3-1.1 Carbon stored in trees and non-tree vegetation Note this measure was pulled directly across
4.1.1.2 Net Carbon Uptake – Carbon sequestration rate	3-3.1 Carbon Sequestration Note this measure was pulled directly across
4.1.2 Reforestation success	As per indicator 2.1.1
4.2.1.1 Additions and deletions from to the forest area	As per indicator 2.2.1
4.2.1.2 Evidence of best efforts to coordinate forest management activities with the oil and gas industry	2-2.4 Information requests – oil and gas industry
5.1.1.1 Quantity and Quality of timber and non- timber benefits, products and services produced in the DFA	As per indicator 2.2.2
5.1.1.2 Quantity and Quality of timber and non- timber benefits, products and services produced in the DFA	5-1.1 Potential for marketed non-timber resource benefits 5-1.2 Amount of marketed non-timber resource activity
5.1.1.3 Participants forest management activities will not negatively impact established recreational sites and trails	9-1.1 Number of forest recreation sites/facilities maintained
5.1.1.4 Forest management activities will be consistent with Visual Quality Objectives (VQO's)	9-2.1 Compliance with Visual Quality Objectives
5.2.1.1 Level of investment in initiatives that contribute to community sustainability	New Measure with no equivalent from the older plans

CSA Z809-08 Core indicator or Local Indicator	Measure replaced from the 2008 update of the 2004 plan
5.2.1.2 Amount of stumpage paid in the Fort	4-3.1 Fees paid by the Forest Industry
Nelson DFA	, ,
5.2.2 Level of investment in training and skills	New Measure with no equivalent from the older
development	plans
5.2.3 Level of direct and indirect employment	4-2.1 Direct employment in the forest industry
	4-2.2 Indirect and induced employment
5.2.4 Level of Aboriginal participation in the forest	4-4.1 Opportunities for first nations
economy	4-4.2 Opportunities for first nations (BCTS)
6.1.1 Evidence of good understanding of the nature of Aboriginal title and rights	New Measure with no equivalent from the older plans
6.1.2 Evidence of best efforts to obtain acceptance	8-1.1 Percentage of cutblocks where information
of management plans based on Aboriginal	sharing took place
communities having a clear understanding of the	8-2.1 Access to resources for first nations
plans	8-3.1 First nations opportunities to comment
	8-3.2 Percentage of archaeological impact
	assessments sought
6.1.3 Level of management and/or protection of	8-1.1 Percentage of cutblocks where information
areas where culturally important practices and	sharing took place
activities (hunting, fishing, gathering, Etc.) occur	8-2.1 Access to resources for first nations
	8-3.1 First nations opportunities to comment
6.2.1 Evidence of understanding and use of	8-1.1 Percentage of cutblocks where information
Aboriginal knowledge through the engagement of	sharing took place
willing Aboriginal communities, using a process	8-2.1 Access to resources for first nations
that identifies and manages culturally important	
resources and values 6.3.1 Evidence that the organization has co-	New Measure with no equivalent from the older
operated with other forest dependant businesses,	plans
forest users and the local community to	pians
strengthen and diversify the local economy	
6.3.2 Evidence of co-operation with DFA related	9-4.1 Safe company registration and certification
workers and their unions to improve and enhance	9-4.2 safety incidences
safety standards, procedures and outcomes in all	9-4.3 Number of serious injuries
DFA workplaces and affected communities	9-4.4 Number of fatalities
6.3.3 Evidence that a worker safety program has	9-4.1 Safe company registration and certification
been implemented and is periodically reviewed	
and improved	
6.4.1 Level of Participant satisfaction with the	7-1.3 Effective public advisory group
public process	7-1.4 Equitable and inclusive deliberation process
6.4.2 Evidence of efforts to promote capacity development and meaningful participation in	7-1.2 Methods used for public communication
, , ,	7-1.3 Effective public advisory group 7-1.5 perceptions of members of the Fort Nelson
general	public advisory group
6.4.3 Evidence of efforts to promote capacity	New Measure with no equivalent from the older
development and meaningful participation for	plans
Aboriginal communities] '

CSA Z809-08 Core indicator or Local	Measure replaced from the 2008 update of				
Indicator	the 2004 plan				
6.5.1 Number of people reached through	7-1.2 Methods used for public communication				
educational outreach					
6.5.2 Availability of summary information on issues	New Measure with no equivalent from the older				
of concern to the public	plans				

Table 4: Dropped Measures from the Amended 2004 SFMP

Dropped Measure	Reason for deletion
2-1.1 Site index	This measure was dropped because of the high variability in the methodology of measuring Site Index for any given site. There are three methods for calculating SI, and there is no way of knowing how the original SI was derived. This makes any comparison to a newly calculated SI very difficult to reconcile.
2-4.1 Treatment plans for natural disturbance events	As natural disturbance events are not under the control of the Participants, neither is the legal responsibility for management of these events which are not triggered by the actions of the participants. The treatment of such areas would have to be voluntary. Such losses to natural disturbance would be taken into account by the TSR process, resulting in downward pressure on AAC in the short term.
2-4.2 Percent of catastrophic natural disturbance events due to forestry activities	If forestry activities were to result in a catastrophic natural disturbance or to exacerbate a natural disturbance, the Participants would be required to help with the mitigation as a matter of law.
4-2.3 Dollar value of BCTS timber sales and total timber volume advertised by BCTS	This measure did not really fit in with any of the elements from the 6 CSA criteria.
4-3.2 Personal income taxes paid	This measure did not fit in with any of the elements from the 6 CSA criteria, and was considered inappropriate by the Participants as it was reporting personal information.
4-5.1 Perceptions of Canfor and BCTS	This measure did not really fit in with any of the elements from the 6 CSA criteria.
4-5.2 Competitive primary milling facility	This measure was removed as the presence of a competitive primary milling facility is controlled by the lumber market, which is beyond the control of the Participants to influence.
6-1.1 Employments by broad sector	This measure is out of the scope of control of the Participants and as such not appropriate for the SFMP
6-1.2 Employment by industry	This measure is out of the scope of control of the Participants and as such not appropriate for the SFMP
7-1.1 Stakeholder database	This measure did not really fit in with any of the elements from the 6 CSA criteria. The stakeholder database has been retained as a tool to be used by the participants to assist in efforts to inform the public about the SFM activities of the participants.

Appendix 2 – Criterion 1 Supporting Data

Table 5: Rare and Uncommon Ecosystems in the Fort Nelson DFA

Table 6: Forest Cover Type

Table 7: Required Percentage of Retention in the DFA Table 8: Current Percentage of Old Seral Stage by NDU

Table 9: Current Stand Level Retention Percentage

Table 10: Area in Stands Less than 20 Years Old and Polygons labeled as Shrub Area

Table 11: Areas in Stands with the Label NPBr

Figure 6: Natural Disturbance Units of the Fort Nelson DFA

Table 5: Rare and Uncommon Ecosystems in the Fort Nelson DFA

Rare Ecosystems in the NHLB	Forest Area (ha)					
Group #						
7 - BWBS dk1 (02), SBS mk1 (03), SBS mk2 (02)	532					
73 - BWBS dk1 (06)	2,397					
71 - BWBS dk1 (07)	704					
74 - BWBS dk1 (08)	74					
69 - SWB mk (09)	346					
Uncommon Ecosystems in the NHLB	Ecosystem Description					
3 - SWB mk (02)	5,695					
36 - ESSF mc (05)	8,158					

Table 6: Forest Cover Type*

				Baseline %	
Cover Type	CFLB (ha)	THLB (ha)	NHLB (ha)	of CFLB	
Pure hardwoods	1,071,994	657,375	414,619	19.0%	
Hardwood-leading mixed	452,116	205,060	247,055	8.0%	
Pure conifers	3,583,672	1,123,399	2,460,273	63.6%	
Conifer-leading mixed	532,327	302,898	229,428	9.4%	
Total Area	5,640,109	2,288,732	3,351,375	100%	

^{*}From 2011 SFMP analysis.

Table 7: Required Percentage of Retention in the DFA

¶ Natural⋅ Disturbance⋅Unit¤	¶ Landscape∙Units¤	¶ Age·of·old¤	¶ Minimum·%·of·CFLB¶ retained·as·Old·Forest¶ ¤
¶ Alluvial¤	¶ 1···Liard·River¶ 2···Liard·River·Corridor·Park¶ 3···Nelson·Forks¶ ¤	¶ Conifer······140¶ Deciduous····100¶ ¤	¶ ¶ 44¤
¶ ¶ ¶ Northern·Boreal· Mountains¤	¶ 4···Sharktooth¶ 5···Major·Hart¶ 6···Boreal¶ 7···Kechika¶ 8···Rabbit¶ 9···Netson¶ 10·Muncho¶ 11·Churchill¶ 12··Sulpher/8·Mile¶ 13··Tuchodi¶ 14··Gathto¶ 15··Prophet¶ 16··Smith¶ 17··Hyland¶ 18··Beaver¶ 19··Irene¶ 20··Kledo¶ 21··Holden¤	¶ ¶ ¶ ¶ ¶ 140¶ ¤	¶ ¶ ¶ ¶ ¶ ¶ ¶ 37¤
¶ ¶ ¶ Boreal·Plains· Uplands¤	¶ 22-Klowee¶ 23-Cridland¶ 24-Klua¶ 25-Clarke¶ 26-Sandy¶ 27-Kiwigana¶ 28-Petitot¶ 29-Kotcho¶ 30-Shekilie¶ ¶	¶ ¶ ¶ ¶ Conifer······140¶ Deciduous····100¶ ¤	¶ ¶ ¶ ¶ 17¤

Figure 7: Natural Disturbance Units of the Fort Nelson DFA

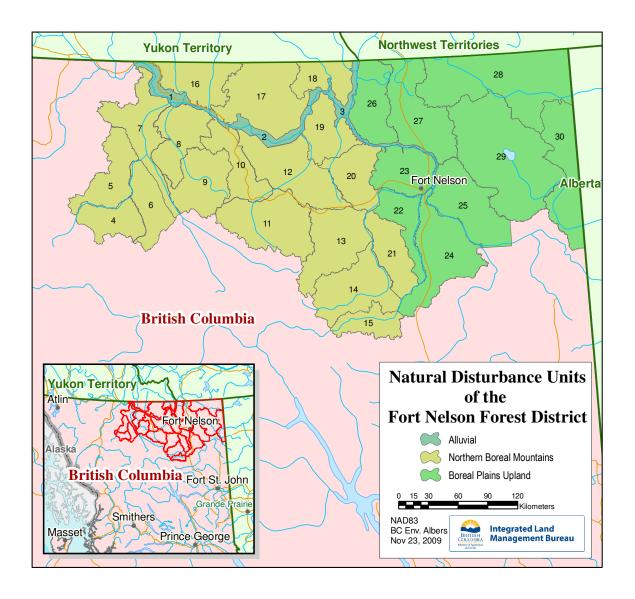


Table 8: Current Percentage of Old Seral Stage by NDU*

Table 8: Curren						Taus	Surplus /	Total			
NDU	< 40yrs		40-100	40-100yrs 100-140yrs			>140	Jyrs	Targ et	Deficit	Forested
											area
	(ha)	%	(ha)	%	(ha)	% (ha) %		%	(ha)	(ha)	
0 11 0	(IIII)	70	(Ha)	70	(IIII)	70	(Ha)	70	70	(IIII)	(Ha)
Conifer & Deciduous											
Northern Boreal											
Mountains NDU											
Beaver	17,012	15%	14,172	13%	36,605	32%	44,893	40%			112,682
Boreal	0	0%	7,624	15%	13,400	27%	28,266	57%			49,290
Churchill	66	0%	10,264	24%	13,622	31%	19,512	45%			43,464
Gathto	1,726	2%	56,147	51%	22,220	20%	29,184	27%			109,276
Holden	9,825	7%	94,254	63%	23,601	16%	22,280	15%			149,960
Hyland	16,504	7%	96,524	42%	66,963	29%	50,859	22%			230,849
Irene	7,361	6%	9,286	8%	62,046	54%	35,607	31%			114,300
Kechika	35,886	13%	67,219	25%	73,804	27%	95,064	35%			271,973
Kledo	21,267	16%	21,153	16%	68,417	51%	23,410	17%			134,247
Major Hart	0	0%	22,383	24%	24,404	26%	45,306	49%			92,093
Muncho	245	0%	38,476	59%	9,881	15%	16,074	25%			64,676
Netson	0	0%	8,229	8%	29,432	27%	69,838	65%			107,499
Prophet	0	0%	7,470	21%	2,487	7%	25,777	72%			35,734
Rabbit	6,148	3%	120,360	56%	31,421	15%	55,216	26%			213,144
Sharktooth	0	0%	2,817	10%	9,012	31%	16,944	59%			28,774
Smith	44,114	20%	93,443	42%	43,432	19%	43,029	19%			224,018
Sulpher/8mile	12,068	8%	43,523	27%	43,580	28%	59,285	37%			158,456
Tuchodi	1,058	1%	39,966	46%	16,989	19%	29,443	34%			87,457
Northern Boreal Mountains Total	173,280	8%	753,312	34%	591,315	27%	709,98 8	32%	37%	-114,333	2,227,89 4
Coniferous											
Alluvial											
Alluvial	35,910	35%	15,074	15%	10,170	10%	42,071	41%			103,225
Aluvial_MK	453	2%	13,838	46%	3,179	11%	12,373	41%			29,843
Alluvial Total	36,363	27%	28,912	22%	13,349	10%	54,444	41%	44%	-4,106	133,068
Coniferous											
Boreal Plains NDU											
Clark	2,885	4%	22,634	35%	20,761	32%	18,267	28%			64,548
Cridland	15,692	30%	6,930	13%	17,631	34%	11,818	23%			52,071
Kiwigana	2,770	5%	20,424	35%	17,903	30%	18,073	31%			59,170
Klowee	11,430	22%	8,733	17%	20,335	39%	12,235	23%			52,732
Klua	4,883	5%	31,909	33%	33,033	35%	25,603	27%			95,429

NDU	< 40yı	rs	40-100	yrs	100-140)yrs	>14	0yrs	Targ et	Surplus / Deficit	Total Forested area
	(ha)	%	(ha)	%	(ha)	%	(ha)	%	%	(ha)	(ha)
Kotcho	9,447	7%	75,283	55%	31,556	23%	21,019	15%			137,306
Petitot	290	0%	53,007	61%	20,850	24%	13,294	15%			87,441
Sandy	7,991	15%	14,587	27%	19,476	36%	11,641	22%			53,695
Shekilie	8,747	13%	29,113	42%	17,130	25%	14,722	21%			69,711
Boreal Plains Total	64,135	10%	262,620	39%	198,675	30%	146,67 1	22%	17%	32,414	672,102
Deciduous											
Alluvial											
Alluvial	14,690	26%	10,600	19%	0	0%	31,459	55%			56,749
Aluvial_MK	2,269	7%	12,168	37%	12,738	39%	5,905	18%			33,080
Alluvial Total	16,958	19%	22,768	25%	12,738	14%	37,364	42%	44%	10,578	89,829
Deciduous											
Boreal Plains NDU											
Clark	5,942	5%	80,747	73%	0	0%	23,709	21%			110,397
Cridland	9,221	11%	28,119	34%	0	0%	44,777	55%			82,116
Kiwigana	1,511	1%	80,563	69%	0	0%	35,514	30%			117,589
Klowee	11,414	19%	17,578	30%	0	0%	30,484	51%			59,476
Klua	5,597	5%	69,701	62%	0	0%	36,444	33%			111,742
Kotcho	13,848	7%	167,147	85%	0	0%	14,821	8%			195,816
Petitot	651	1%	81,411	87%	0	0%	11,288	12%			93,350
Sandy	1,976	3%	36,751	56%	0	0%	26,486	41%			65,213
Shekilie	11,748	11%	90,362	82%	0	0%	7,686	7%			109,795
Boreal Plains Total	61,907	7%	652,380	69%	0	0%	231,20 8	24%	17%	70,474	945,494

^{*}From 2011 SFMP analysis.

Table 9: Current Stand Level Retention Percentage*

	Canfor			встѕ	
LU#	% THLB in WTP	*FSP Retention Target %	LU#	% THLB in WTP	FSP Retention Target %
3	16.2	7	9	9.30	3
19	6.8	7	12	4.56	3
20	4.38	7	14	5.05	5
24	0	7	15	6.73	6
25	4.82	7	16	8.71	4
26	8.8	7	17	4.38	2
			19	5.03	4
			20	9.47	6
			22	5.50	7
			23	12.34	6
			38	4.23	6
			39	3.09	4
			66	8.00	10
All LUs combined retention	7.8				

^{*}From 2013WTP retention analysis.

FSP retention targets revised in February 2013 to reflect the consolidated landscape units.

Table 10: Area in Stands Less than 20 Years Old and Polygons labeled as Shrub Area*

	CFLB (ha)	THLB (ha)	NHLB (ha)
Stands < 20 years	271,841		218,217
old	(100%)	53,665 (41.3%)	(58.7%)
TSA Total Area	4,974,245	1,462,367	3,512,614
(ha)	(100%)	(29.4%)	(70.6%)

^{*}From 2011 SFMP analysis.

These numbers will become the new baseline data as they are based on the 2011 VRI data set and TSR 3 data.

Table 11: Areas in Stands with the Label NPBr*

	CFLB (ha)	THLB (ha)	NHLB (ha)
Stands labeled NPBr	756	1	1
Stands labeled NCBr	N/A	N/A	N/A
Stands labeled Shrub			
low and shrub tall	183,449.5	9,425.1	9452.1

^{*}From 2011 SFMP analysis.

Please note in the 2011 VRI data it appears that the designation of NCBr (Non-commercial brush) has been combined with Shrub Low and Shrub High.

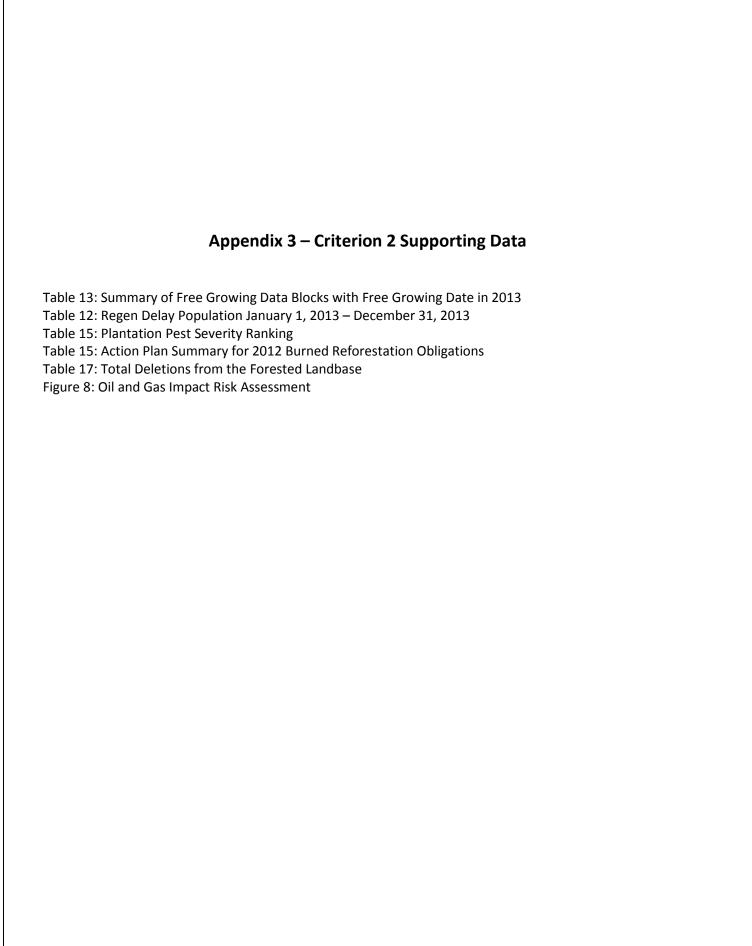


Table 13: Summary of Free Growing Data Blocks with Free Growing Date in 2013

<u>Licence</u>	CP/TSL	Block	<u>Area</u>	Milestone Met
A17007	62	600A	76.30	Yes
A17007	78	624	6.10	Yes
A17007	78	624	32.00	Yes
A17007	84	431	38.90	Yes
A17007	84	431	16.70	Yes
A17007	84	433	40.90	No, Free Growing date extended to 2018
A17007	85	3151	14.00	Yes
A17007	85	3151	2.40	No, Free Growing date extended to 2018
A17007	86	137A	38.90	Yes
A17007	86	137B	33.90	Yes
A17007	86	144	29.40	Yes
A17007	86	146	41.10	Yes
A17007	109	1879	40.50	Yes
A17007	109	1879	17.20	Yes
A17007	109	1882	58.60	No, Free Growing date extended to 2018
A17007	109	1889	14.90	Yes
A17007	109	1889	15.20	Yes
A17007	109	1890A	30.70	Yes
A17007	109	1890B	21.10	No, Free Growing date extended to 2018
A17007	109	1890B	1.60	No, Free Growing date extended to 2018
A17007	109	1890C	40.50	No, Free Growing date extended to 2018
A17007	109	1890C	2.20	Yes
A17007	109	80	17.00	Yes
A17007	109	80	9.10	No, Free Growing date extended to 2018
A17007	120	487	30.30	Yes
A17007	129	4600	53.7	Yes
A17007	112	1955	10.10	Yes
A17007	115	468	9.80	No, Free Growing date extended to 2018
A17007	145	4962	55.10	No, Free Growing date extended to 2018
A17007	156	3835	6.40	Yes
A17007	164	4970	4.50	Yes
A17007	355	3364	13.10	Yes
A17007	370	3339	2.20	No, Free Growing date extended to 2018
A17007	401	161B	11.00	Yes
A17007	500	903C	0.80	No, Free Growing date extended to 2018
A17007	500	903C	28.90	No, Free Growing date extended to 2018
A17007	500	903C	20.40	No, Free Growing date extended to 2018
A17007	500	904A	0.50	No, Free Growing date extended to 2018
A17007	500	904A	86.90	No, Free Growing date extended to 2018
A17007	540	528	16.00	Yes, Free Growing date extended to 2014
A17007	553	496	53.30	Yes
A17007	553	497	40.20	No, Free Growing date extended to 2018

A17007	553	498	62.20	No, Free Growing date extended to 2018
A17007	553	510C	27.20	Yes
A17007	553	563	39.70	No, Free Growing date extended to 2018
A17007	558	647	25.30	No, Free Growing date extended to 2018
A17007	558	647	23.70	No, Free Growing date extended to 2018
A17007	560	679	43.60	No, Free Growing date extended to 2018
A17007	560	651A	23.70	No, Free Growing date extended to 2018
A17007	560	651A	19.90	No, Free Growing date extended to 2018
A17007	560	651B	17.20	No, Free Growing date extended to 2018
A17007	560	651B	18.70	No, Free Growing date extended to 2018
A17007	567	2623	0.40	Yes
A17007	567	2623	25.20	Yes
A17007	567	2623	19.50	Yes
A17007	567	2923	36.10	Yes
A17007	567	2925	49.50	
A17007	567	2923	16.40	No, Free Growing date extended to 2018 Yes
A17007	567	2932	35.80	Yes
A17007	567	521	51.40	
		+	ł	Yes
A17007	567	524	30.80	Yes
A17007	567	561	11.50	Yes
A17007	567	561	16.60	Yes
A17007	567	585	48.20	No, Free Growing date extended to 2018
A17007	568	522	32.30	Yes
A17007	568	582	21.00	Yes
A17007	571	551	53.80	Yes
A17007	571	761	15.20	No, Free Growing date extended to 2018
A17007	572	2927	55.20	No, Free Growing date extended to 2018
A17007	572	2937	11.60	Yes
A17007	572	2937	41.20	Yes
A17007	572	525	17.40	Yes
A17007	572	525	39.40	No, Free Growing date extended to 2018
A17007	572	583	16.80	Yes
A17007	572	583	33.40	Yes
A17007	585	673	52.10	No, Free Growing date extended to 2018
A17007	591	900A	34.70	No, Free Growing date extended to 2018
A17007	591	900B	66.00	No, Free Growing date extended to 2018
A17007	591	900D	33.20	No, Free Growing date extended to 2018
A17007	591	900E	47.10	No, Free Growing date extended to 2018
A17007	591	900F	18.60	No, Free Growing date extended to 2018
A17007	591	900G	11.00	No, Free Growing date extended to 2018
A17007	591	900H	71.90	Yes
A17007	591	9001	76.60	No, Free Growing date extended to 2018
A17007	591	497A	38.40	No, Free Growing date extended to 2018
A17007	601	598	139.20	Yes
A22797	303	317	15.90	No, Free Growing date extended to 2015
A22797	304	318	7.50	No

A22797	315	358	99.20	Yes
A22797	314	389	82.70	No, Free Growing date extended to 2015
A54027	A54027	P348	8.20	Yes
A54027	A54027	P319	5.20	No, Free Growing date extended to 2018
A54027	A54027	P319	2.00	Yes
A54027	A54027	P319	4.40	Yes
A54027	A54027	P320	2.10	No, Free Growing date extended to 2018
A54023	A54023	P290	4.70	No, Free Growing date extended to 2018
A54023	A54023	P290	34.80	No, Free Growing date extended to 2018
A54030	A54030	P78	46.80	Yes
A54030	A54030	P78	9.20	Yes
A54030	A54030	P81	7.90	No, Free Growing date extended to 2018
A54030	A54030	P81	6.30	No, Free Growing date extended to 2018
A54030	A54030	P85A	23.90	Yes
A54030	A54030	P85A	15.60	Yes
A54030	A54030	P86	11.60	No, Free Growing date extended to 2018
A54030	A54030	P86	5.00	Yes
A54030	A54030	P86	6.20	Yes
A54030	A54030	P86	0.40	No, Free Growing date extended to 2018
A55610	A55610	P330	11.60	Yes
A55611	A55611	P343	12.00	No, Free Growing date extended to 2018
A55612	A55612	P356	52.50	No, Free Growing date extended to 2018
A55612	A55612	P358	23.50	No, Free Growing date extended to 2018
A56316	A56316	P340	12.50	Yes
A56825	A56825	P4685	24.20	Yes
A56825	A56825	P4687	4.50	Yes
A56825	A56825	P4688	12.80	Yes
A56830	A56830	P6082	36.60	Yes
A56831	A56831	P167	12.30	Yes
A56833	A56833	P191	35.60	Yes
A56833	A56833	P191	15.50	Yes
A56839	A56839	P773	9.60	No, Free Growing date extended to 2018
A56839	A56839	P4801	20.70	Yes
A61541	A61541	P898	23.30	Yes
A61541	A61541	P899	25.20	Yes
A61541	A61541	P909	9.10	No, Free Growing date extended to 2018
A62090	A62090	P2490	27.10	Yes
A65230	A65230	P3324	242.80	No, Free Growing date extended to 2018
A65233	A65233	P129	33.40	Yes
A65233	A65233	P129	72.60	Yes
A65233	A65233	P130	17.40	Yes
A65233	A65233	P131	63.20	Yes
A65233	A65233	P133	83.60	Yes
A65236	A65236	P6035	31.50	Yes
A65237	A65237	P106	56.30	Yes
A65236	A65236	P6028	6.70	Yes

A67208	A67208	P922	35.40	Yes
A67214	A67214	P6093	18.10	Yes
A67220	A67220	P2112	3.90	Yes
A67220	A67220	P2112	15.70	Yes
A67220	A67220	P2113	40.70	Yes
A67176	A67176	P3142	21.60	Yes
A67176	A67176	P3146	28.00	Yes
A67219	A67219	P3306	30.50	Yes
A69682	A69682	P3346	118.20	Yes
		Total	4,338.90	

Table 14: Regen Delay Population January 1, 2013 – December 31, 2013

CP/TSL	<u>Block</u>	<u>Area</u>	Regen Delay Date	Milestone Met
138	ELH2050	28.20	09/08/2013	Yes
139	KLU011	30.60	01/05/2013	Yes
374	KLD1756	24.60	03/08/2013	Yes
459	CAT2594	50.80	01/11/2013	Yes
459	CAT2594	27.20	01/11/2013	Yes
458	5838	17.80	03/04/2013	Yes
458	5838	32.40	03/04/2013	Yes
458	5838	3.10	03/04/2013	Yes
APR-69687	NDD120	53.70	01/09/2013	Yes
	Total	268.40		

Table 15: Plantation Pest Severity Ranking*

Plantation Pests	Code	Potential Severity
		Ranking
Eastern spruce budworm	IDE	Very High
White pine weevil	IWS	Low-Medium
Venturia spp.	DLV	Low
Harwood Truck Rot	DDH	Very low
Red ring rot	DDP	Very low
Aspen Truck Rot	DDT	Very low
Tomentosus root rot	DRT	Very low
Stem Disease	DS	Very low
Warren's root collar weevil	IWW	Very low (due to small
		% of planted PL)

^{*}From 2011 SFMP analysis.

Table 16: Action Plan Summary for 2012 Burned Reforestation Obligations

CP/TSL	<u>Block</u>	<u>SU</u>	<u>Area</u>	<u>Area</u>	Action Plan
				<u>Burned</u>	
76	592	2	4.50	4.50	Apply for relief of obligation under FRPR Section 108 in 2013
601	593	1	145.90	145.90	Apply for relief of obligation under FRPR Section 108 in 2013
601	598	1	139.20	139.20	Apply for relief of obligation under FRPR Section 108 in 2013
63	597A	1	81.00	81.00	Apply for relief of obligation under FRPR Section 108 in 2013
62	999ABC	1	15.10	15.10	Apply for relief of obligation under FRPR Section 108 in 2013
88	1050	1	27.70	27.70	Apply for relief of obligation under FRPR Section 108 in 2013
88	3220	1	17.00	17.00	Apply for relief of obligation under FRPR Section 108 in 2013
88	3219A	1	23.10	23.10	Apply for relief of obligation under FRPR Section 108 in 2013
139	KLU2321	Α	30.30	4.00	Fill-plant burned area 2014
62	600B	2	5.80	5.80	Apply for relief of obligation under FRPR Section 108 in 2013
62	600A	Α	76.30	76.30	Apply for relief of obligation under FRPR Section 108 in 2013
542	536B	1	25.50	4.00	Fill-plant burned area 2014
Total Ar	ea		591.4	543.6	

Table 17: Total Deletions from the Forested Landbase*

Category of deletion	Hectares
Permanent roads	48,381
Landings	2001
Transmission Lines	767
Seismic	103,648
Landslides resulting from forest management activities	0
Pipelines	7,635
Urban & camps	1,779
GRAND TOTAL	164,211
CFLB	5,741,212
% of CFLB deleted from all industrial activities	2.86%
% of CFLB deleted from forest management activities	.87%

^{*}From 2011 SFMP analysis.

Table 18: Oil and Gas Impact Risk Assessment

	Total Area	Total Volume
2011/12 Fiscal Year	(ha)	(m3)
Oil & Gas Harvest Activity		
Total New Cut Area - Oil & Gas	979.1	
Total Merchantable Volume Cut - Oil and Gas		149,071.51
Potential Forest Licensee Harvest Activity		
Total Annual Cut Area - BCTS & Canfor	4502.72	
Total Merchantable Volume Cut - BCTS & Canfor		1,463,384.00

Data provided by OGC Nov 26, 2012

TSA Impact - Classification	Total Area (ha)	Total Volume (m3)	O&G Cut % of Area	O&G Cut % of AAC	Participants Cut % of Area	Participants Cut % of AAC
TSA area	9,868,067		0.010%		0.046%	
Area not in DFA (private, federal, indian, woodlots, etc)	29,927					
Area managed by MFLNRO (DFA)	9,838,140		0.010%		0.046%	
non productives areas (non forest, alpine, existing roads and trails, non commercial cover)	4,096,928					
Productive crown forest landbase	5,741,212		0.017%		0.078%	
NHLB area	4,308,943					
THLB area	1,432,269		0.068%		0.314%	
TSA AAC		1,625,000		9%		90.1%
Non certified tenures AAC		101,000				
Certified tenures						
BCTS AAC		299,668				
Canfor AAC		1,163,716				
Total Certified Participants AAC	979.1	1,463,384		10%		100%

Discussion:

O&G harvest activity averages approximately 979 ha per year of a combination of NHLB and THLB CFLB. This area includes road construction, well sites, seismic areas and pipeline areas. O&G timber harvest impact on DFA amounts to 0.01 % of the total DFA area annually. This is compared to forest industry impact on the DFA of 0.05% of the total DFA which is primarily comprised of THLB area.

When Canfor is operating, the majority of merchantable timber harvested by O&G is purchased by Canfor, which serves to reduce the total volume harvested under Canfor's forest tenures.

Therefore the impact on the AAC is minimal. Of the 2 non certified tenures identified in the AAC apportionment, no forest planning has occured consequently, no forest harvesting has occured. No harvest

activity is expected under these non certified tenures.

Conclusion:

Given the small annual impact on the total DFA area from O&G activity, there is little risk to the partcipants of not achieveing SFMP landscape level ecological commitments as a result of O&G harvest activity.

Appendix 4 – Criterion 4 Supporting Data	
Appendix 4 Citterion 4 Supporting Data	
Table 19: Summary of ecosystem carbon storage in the forested landbase over a 250 year period	
Table 20: Average carbon sequestration rate in the forested landbase over a 250 year period	
	64
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Table 19: Summary of ecosystem carbon storage in the forested landbase over a 250 year period

Carbon Pool	Current Carbon (MT)	Average Carbon Over 250 Years (MT)	Minimum Carbon (MT)	% Difference from Current Carbon	Year at Minimum	Maximum Carbon (MT)	% Difference from Current Carbon	Year at Maximum
Tree-	473	466	416	-12%	125	526	11%	50
aboveground	4/3	400	410	-1270	123	320	1170	30
Tree- belowground	112	109	97	-13%	125	123	10%	50
Deadwood	265	312	265	0%	0	342	29%	60
Litter	90	95	88	-2%	5	100	11%	50
Soil	811	916	811	0%	0	998	23%	250
Total	1,752	1,898	1,752	0%	0	2,005	14%	240

Table 20: Average carbon sequestration rate in the forested landbase over a 250 year period

Carbon Pool	Current Sequestration Rate ^{1, 2}	Base Case	Harvest without Natural Disturbance	No Harvest with Natural Disturbance	Base Case with Modified Natural Disturbance
Timber Harvesting		0.07 to 0.93	0.07 to 0.93	0.38 to 1.43	0.25 to 4.56
Land Base	0.93	(-92% to 0%)	(-92% to 0%)	(-73% to 1%)	(-95% to 0%)
Non-Harvestable		-4.53 to 4.29	1.52 to 6.53	-6.79 to 4.26	0.08 to 0.93
Land Base	0.55	(-929% to 685%)	(-70% to 24%)	(-908% to 408%)	(-92% to 0%)
Total Forested Land Base	1.47	-3.96 to 5.00 (-369% to 239%)	1.70 to 7.02 (-72% to 16%)	-5.66 to 5.69 (-349% to 151%)	0.13 to 3.63 (-97% to 0%)

Appendix 5 – Criterion 5 Supporting Data

Table 21: Recreation sites and trails in the Fort Nelson DFA

Figure 9: Fort Nelson Visual Quality Objectives

Table 22: Visual Quality Objective Class

Table 23: Maximum Allowable Disturbance Percentage by VQO Class

Table 24: Percent Denudation for Established VQOs

Table 25: Canfor Direct and Induced Employment

Table 26: Indirect and Induced Employment multipliers from 2006 TSR

+Table 27: Number of Opportunities offered to First Nations by year

Table 28: Proportion of Local Spend

Table 21: Recreation sites and trails in the Fort Nelson DFA

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Recreation Sites	Recreation Trails
West Lake	Teetering Rock trail
Muskwa Boat Launch	Tetsa Bridge #1 trail
Tuchodi River	Stone Mountain Park trails
Gathto Creek	MacDonald Creek trail
Beaver Lake	Babba Creek Trail
Fort Nelson Recreation Demonstration Forest	Wokpash trail
Parker Lake	Boulder Canyon trail
Recreational Motorized Routes	Peterson Canyon trail
Wokpash Corridor	Muncho Lake trails
Yedhe Trail	Mineral Lick trail
West Toad Corridor	Teeter Creek trail
Nonda Creek Corridor	Smith River Falls trail
Liard River Corridor	Tsimeh Lakes trail
Mould Creek Tower Road	Fort Nelson Community Forest trails
Smith River Road	Dunedin trail
Fort Nelson Snowmobile Trails	Summit Ridge trail
	Summit Peak trail
	Erosion Pillar trail
	"The Cutt" trail
	Red Rock Canyon trail
	Old Alaska Highway trail
	Stone's Sheep trail

Figure 9: Fort Nelson Visual Quality Objectives

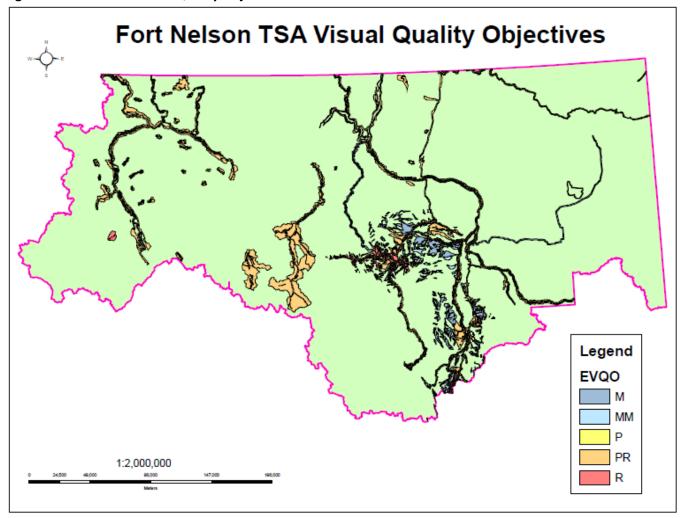


Table 22: Visual Quality Objective Class

	TSA Area	Crown Forested Land	Timber Harvesting Land
Visual Quality Objective Class	(ha)*	Base Area (ha)	Base Area (ha)
Established Preservation VQO	879	814	99
Established Retention VQO	32,518	25,470	6483
Established Partial retention VQO	502,325	357,716	113,431
Established Modification VQO	127,342	105,816	38,080
Established Maximum modification VQO	14,028	11,661	4,410
Subtotal:	677,090	501,477	162,503
Recommended Preservation VQO	0	0	0
Recommended Retention VQO	19,528	7,268	113
Recommended Partial retention VQO	8,246	5,172	2,083
Recommended Modification VQO	168,037	87,778	15,056
Recommended Maximum modification VQO	31,625	14,151	7,242
Subtotal:	195,811	100,219	17,252
Total:	872,902	601,696	179,755

Table 23: Maximum Allowable Disturbance Percentage by VQO Class

Resource Emphasis Zone	Total Crown forest area (ha)	Timber harvesting land base (ha)		Applies to:
Established Preservation VQO	879	814	0	CFLB
Established Retention VQO	32,518	25,470	1.1 – 5	CFLB
Established Partial retention VQO	502,325	357,716	5.1 – 15	CFLB
Established Modification VQO	127,342	105,816	15.1 – 25	CFLB
Established Maximum modification VQO	14,028	11,661	25.1 – 40	CFLB
Recommended Preservation VQO	0	0	0	CFLB
Recommended Retention VQO	19,528	7,268	1.1 – 5	CFLB
Recommended Partial retention VQO	8,246	5,172	5.1 – 15	CFLB
Recommended Modification VQO	168,037	87,778	15.1 – 25	CFLB
Recommended Maximum modification VQO	31,625	14,151	25.1 – 40	CFLB

Table 24: Percent Denudation for Established VOOs

VQO Category	Percent Denudation Range	Low VAC	Medium VAC	High VAC
Preservation	0 – 1	0.25	0.5	0.75
Retention	1.1 – 5	2.07	3.05	4.02
Partial Retention	5.1 – 15	7.57	10.05	12.52
Modification	15.1 – 25	17.57	20.05	22.52
Maximum Modification	25.1 – 40	28.82	32.55	36.27

Table 25: Canfor Direct and Induced Employment

Canfor Direct Employment as on March 31, 2014	Indirect and induced employment multiplier	Total jobs; direct, indirect and induced
4 ³	1.25	5
Baseline from 2011 SFMP	Indirect employment multiplier	Total jobs; direct, indirect and induced
18	1.25	22.5

³ This will become the baseline level of direct employment to be maintained in the 2014 reporting year.

70

Table 26: Indirect and Induced Employment multipliers from 2006 TSR*

	Indirect and Induced Employment Ratio	Indirect Employment Ratios
Logging	1.25	1.15
Wood Manufacturing	1.35	1.20
Mining	1.34	1.25
Agriculture	1.17	1.11
Tourism	1.12	1.09
Public Sector	1.19	1.13
Construction	1.22	1.14

BC Stats. 2001a. The indirect and induced employment ratio assumes no migration with safety net in place.

+Table 27: Number of Opportunities offered to First Nations by year

Participant	Year	Number of opportunities	Form of Opportunity	Rolling 3 year average 2011	Rolling 3 year average 2012	Rolling 3 year average 2013
Canfor	2007	5	4 contracts 1 MOU	Not in data set	Not in data set	
	2008	4	3 contracts 1 MOU	Not in data set	Not in data set	
	2009	1	0 contract 1 MOU		Not in data set	
	2010	1	0 Contract 1 MOU	1.0		
	2011	1	0 Contract 1 MOU		1.0	
	2012	1	0 Contract 1 MOU	Not in data set		1.0
	2013	1	0 Contract 1 MOU			

Table 28: Proportion of Local Spend 5 year Rolling Average

Table 28. Proportion of Local Spend 3 year Rolling Average							
Participant	Year	Road Mainteamce	Planning	Silviculture	5 Year Rolling		
		Proportion of	Proportion of Local	Proportion of Local	Average*		
		Local Spend (%)	Spend (%)	Spend	Proportion of Local		
					Spend		
Canfor	2011		46%	50%	48%		
	2012	98.9%	17.1%	50.8%	51.2%		
	2013	100%	36.1%	34.1%	35.6%		

^{*}Starting in 2011

^{*}From 2011 SFMP analysis.

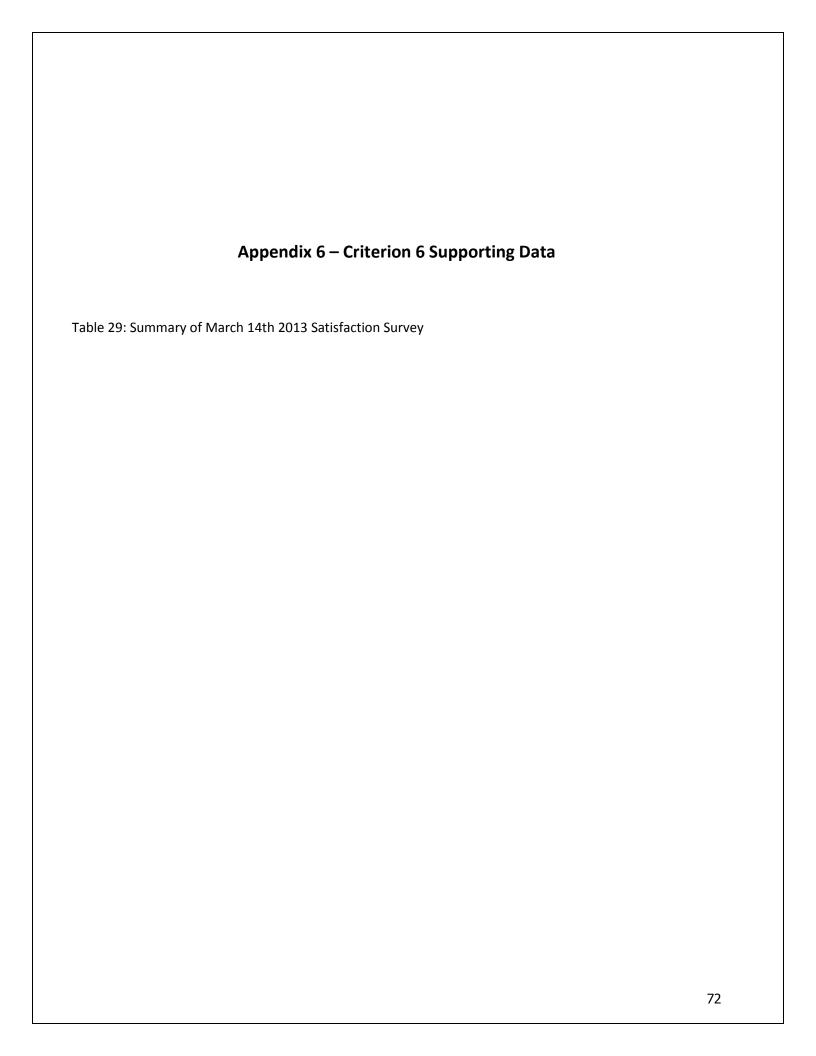


Table 29: Summary of March 14th 2013 Satisfaction Survey

Question		
1. I have a good understanding of the purpose of the advisory group and my role as part of that group.	Rating 4.8	
2. My concerns related to SFM values and objectives are being adequately listened to at the Advisory Group meetings.	5.0	
3. Efforts have been made to incorporate my concerns related to SFM values and objectives into the SFM Plan.	5.0	
4. My concerns related to SFM indicators and targets are being adequately listened to at the	5.0	
5. Efforts have been made to incorporate my concerns related to SFM indicators and targets	5.0	
6. Information provided in advance of meetings is adequate and organized to allow for me	5.0	
7. Advisory Group Meetings are run efficiently and effectively.	5.0	
8. The meeting agenda allows for inclusion of any related sustainable forestry issues of	5.0	
9. The meeting minutes capture important aspects of the meeting.	5.0	
10. Additional information I ask for is provided to me.	5.0	
11. The Participants encouraged open communication.	5.0	
12. The outputs generated through discussion with the public advisory group (SFM Plan and	4.6	
13. The Participants strived for consensus based decision making.	5	
14. A broad cross-section of interests is represented at Public Advisory Group meetings.	4.2	
15. The Participants have made an effort to recruit new members as needed.	4.0	
16. The Participants are proactive about sharing new information to the PAG members regarding topic issues related to environment, sustainability, forestry, etc	4.6	
17. Your overall level of satisfaction with the Public Participation Process	4.8	

Comments:

- 1. Re: Q1 (I have a good understanding of the purpose of the advisory group and my role) Given the shutdown of Canfor Mills I struggle to understand why they continue to support PRISM unless their intent is to export logs out of Fort Nelson district to support their mill in Fort St. John. Canfor is holding the community hostage by not returning the wood supply back to the Crown. Not goo for B.C.!
- 2. Re: Q15 (Participants have made an effort to recruit new members) You try hard.

