



2016 SFI Public Summary Report

C&C Resources Inc. SFI Group Sustainable Forestry Initiative® (SFI) 2015-2019 Forest Management & Fiber Sourcing Standards

April 28, 2016

Project Scope and Objectives

PricewaterhouseCoopers LLP (PwC) completed a Transfer/Re-Registration Assessment on C&C Resources Inc.'s ("C&C" or "the Group") forest management and fiber sourcing activities in British Columbia, Alberta and Saskatchewan for the following business units: C&C Wood Products (BC), Foothills Forest Products (AB), and Edgewood Forest Products (SK). C&C is a multi-site group certification and forest management and fiber sourcing activities are managed by the Central Office in Quesnel, BC. PwC's audit team included the Lead Assessor, Dan O'Brien, RPBio, EMS (LA), James Lucas, RPF (Onsite Team Lead Quesnel) and Jeff Koch, RPF (Onsite Team Lead Grande Cache). The audit team was accompanied by C&C SFI Representatives, George Paul (Quesnel) and Hyland Fraser (Grande Cache).

The primary objective of the assessment was to assess the Company's multi-site SFI management system and to evaluate the Company's implementation of the SFI Standard in the field. There have been changes to the scope of the multi-site certification since the last public summary. C&C Resources was previously certified to the 2010 version of the Standard and transitioned to the new 2015 – 2019 versions of the SFI Forest Management and Fiber Sourcing Standards this year.

Indicators

All of the indicators in the SFI Forest Management Standard were within the scope of the assessment. There were no substitute indicators.

Assessment Process

On March 7, 2016, the assessment team conducted interviews and reviewed appropriate documentation to assess policies and procedures, and tested the implementation of SFI program requirements at the Central Office in Quesnel, BC and in Grande Cache, AB. On March 8, 2016, the audit team physically inspected three active harvesting blocks, one active hauling block, one silviculture block, and one completed block in operating areas managed by C&C near Quesnel, BC and Grande Cache, AB. In total, the audit took a total of four onsite auditor days to complete. The audit report was dated April 28, 2016.

C&C has a multi-site group certification for forest management and fiber sourcing with locations in Quesnel, BC, Grande Cache, AB and Carrot River, SK in Canada. PwC uses a rotational audit approach where the central office is audited annually and two sites are sampled annually using a

three year rotating schedule that conforms to the International Accreditation Forum Inc.'s Mandatory Document 1.

Description of Forest Lands

C&C Resources Inc. is the managing company for three subsidiaries: C&C Wood Products, Foothills Forest Products and Edgewood Forest Products. Woodlands operations are situated on Crown Lands in BC, Alberta and Saskatchewan respectively and are comprised of Forest License A79982 in the Quesnel Timber Supply Area of BC; FMU E8 in the Foothills Forest Management Area of Alberta; and the Pasquia Porcupine and Prince Albert FMA's in Saskatchewan.

These licenses have an annual allowable cut (AAC) of 150,000 cubic meters in BC, 464,000 cubic meters in Alberta and 587,500 cubic meters in Saskatchewan. They are managed from the Company's head office located in Quesnel, BC as well as satellite offices in Grande Cache, Alberta and Carrot River, Saskatchewan. The sites supply logs to sawmills for the manufacture of lumber and panels. Residual by-products from the manufacturing phases are used in the manufacturing of wood pellets or are sold as chips to secondary producers.

Summary of Conformance

A description of evidence used to assess conformity to the SFI 2015-2019 forest management standard is presented in the following table.

SFI Forest Management Objective	Evidence of Conformity
<p><i>Objective 1. Forest Management Planning</i> To ensure forest management plans include long-term sustainable harvest levels and measures to avoid forest conversion</p>	<p><i>Evidence: Interviews, Forest Stewardship Plan (FSP), Forest Management Plan (FMP), Timber Supply Analysis & Reviews (TSA), Cut Control Documentation, Stocking Standards</i></p> <p><i>Summary: In volume based tenures, forest management plans and long term harvest levels are based on annual allowable cut (AAC) levels determined through the Provincial Timber Supply Review (TSR) in BC or a Timber Supply Analysis (TSA) and Review for Forest Management Plans (FMP) in Alberta.</i></p> <p>Short term non-renewable forest licenses have pre-determined harvest levels set by government.</p> <p>Cut control records indicate actual harvest levels are within regulatory requirements.</p>
<p><i>Objective 2. Forest Health and Productivity</i> To ensure long-term forest productivity, carbon storage and conservation of forest resources through prompt reforestation, afforestation, minimized chemical use, soil conservation, and protecting forests from damaging agents.</p>	<p><i>Evidence: Interviews, Stocking Standards, Field Observations, Site Plans, Silviculture Treatment Plans, silviculture obligations tracking ledgers, Pre-Works, Harvest Inspections, Harvest Design Block Forms, Regulatory Requirements</i></p> <p><i>Summary: Silvicultural plans designate planting requirements consistent with Provincial stocking standards. C&C maintains planting obligations ledgers at sampled operations that indicate all planting is completed within 2 years. Results from regeneration surveys are reported in the Provincial Government RESULTS system in BC or ARIS in Alberta, which is used to track licensee planting obligations. Results of planting activities were verified during site visits.</i></p>

	<p>There are no exotic species planted by C&C in their operations in Alberta or BC.</p> <p>C&C's Standard Operating Procedures (SOPs) for harvesting and road construction include provisions for operating on sensitive soils, minimizing soil impacts, maintaining water quality and guidance for in-block disturbance.</p> <p>Effective implementation of site specific plans and SOPs was verified during site visits to active harvesting blocks, completed blocks and blocks where silvicultural results were reviewed.</p> <p>C&C does not use pesticides, herbicides or fertilizer in their operations in Alberta or BC.</p>
<p>Objective 3. Protection and Maintenance of Water Resources To protect the water quality of rivers, streams, lakes, wetlands and other water bodies through meeting or exceeding best management practices.</p>	<p><i>Evidence: Interviews, Environmental Management Systems (EMS), SOPs, Field Observations, Site Plans, Pre-Works, Harvest Design Block Plans, Inspections, Contracts, GIS Databases, Adverse Weather Guidelines, Regulatory Requirements</i></p> <p><u>Summary:</u> C&C works under Provincial forestry legislation including the Forest Act and the Forest and Range Practices Act (FRPA) in BC. Alberta operations have specific BMP requirements tied up the Operating Ground Rules (OGR) for the E8 Forest Management Unit (FMU).</p> <p>All activities, including planning and operational requirements, are detailed in Forest Stewardship Plans (FSP) in BC or in Forest Management Plans (FMP), General Development Plans (GDP) or Annual Operating Plans (AOP) which dovetail back into OGR requirements in Alberta and are developed by C&C operations.</p> <p>Logging and road building contractors are trained and required to follow C&C's SOPs which cover all aspects of operations. C&C's contracts include provisions to comply with legislated requirements and conform with best management practices.</p> <p>Inspection reports reviewed indicate monitoring of BMPs is completed on a weekly basis or more frequently based on assessment of risk.</p>
<p>Objective 4. Conservation of Biological Diversity To manage the quality and distribution of wildlife habitats and contribute to the conservation of biological diversity by developing and implementing stand-and landscape-level measures that promote a diversity of types of habitat and successful stages, and the conservation of forest plants and animals, including aquatic species, as well as threatened and endangered species, Forests with Exceptional Conservation Value, old-</p>	<p><i>Evidence: Interviews, FSP, FMP, Site Plans, Harvest Design Block Plans, Pre-Works, Inspections, Environmental Management Systems (EMS) Standard Operating Procedures (SOPs), Field Observations, Contractor Training Records</i></p> <p><u>Summary:</u> BC's FRPA has requirements for retention of stand-level features for wildlife. In the BC interior, Land and Resource Management Plans provide higher level guidance on landscape level retention requirements. C&C's FSPs specify requirements for retention of habitat elements based on these requirements, which are decided at the site level/operationally by C&C foresters.</p>

<p>growth forests and ecologically important sites.</p>	<p>In Alberta requirements congregate in the FMP for the E8 FMU, these requirements are further disseminated into lower level plans like the GDP and the AOP which are then incorporated into field planning.</p> <p>Caribou, grizzly bear and bull trout habitat protection and management strategies are adhered to by C&C in their operating areas as applicable.</p> <p>When planning, C&C also collaborates with other licensees to address landscape level issues as applicable.</p>
<p>Objective 5. Management of Visual Quality and Recreational Benefits To manage the visual impact of forest operations and provide recreational opportunities for the public.</p>	<p><i>Evidence: Interviews, FRPA, FMP, Visual Impact assessments (VIA), Site Plans, GIS Databases, Field Observations</i></p> <p><i>Summary:</i> Visual Quality Objectives (VQO) in British Columbia are established through FRPA. FSPs include visual modelling and assessments to meet legislative requirements and those of other stakeholders. VQOs are largely associated with lakes, other water bodies and public roads.</p> <p>C&C's GIS database documents clearcut sizes and average block size is reported in the annual SFI report. Average current block size in 88 hectares due to Mountain Pine Beetle (MPB) salvage across the BC operating area.</p> <p>Green up assessments are completed on all harvest units during the planning process prior to submitting Cutting Permits. The legal requirement for green up in BC surpasses the SFI requirement.</p>
<p>Objective 6. Protection of Special Sites To manage lands that are geologically or culturally important in a manner that takes into account their unique qualities.</p>	<p><i>Evidence: Interviews, Archaeological Impact Assessments (AIA), Cutting Permit documents, Site Plans, Harvest Design Block Plans, Block Correspondence with First Nations, GIS Databases, Field Observations</i></p> <p><i>Summary:</i> Special sites are identified by First Nations after consultation with C&C during the forest management planning process and are retained in GIS databases.</p> <p>Archaeological assessments, which may include field reviews, are documented in reports and incorporated in forest development plans and lower level operational planning documents (Site Plans, Harvest Design Block Plans).</p> <p>Other ecologically important sites (eg mineral licks) are also maintained in GIS databases to identify them so they may be incorporated into the forest management planning process.</p>
<p>Objective 7. Efficient Use of Fiber Resources To minimize waste and ensure the efficient use of fiber resources.</p>	<p><i>Evidence: Interviews, Harvest Inspection Forms, Pre-Works, Log Quality Reports, Cutting Permits, Field Observations</i></p> <p><i>Summary:</i> Utilization standards are specified in Cutting Permits issued by the BC Provincial Government.</p>

	<p>In areas where it is not economically feasible to utilize harvesting residuals, slash is typically left on site, either scattered for nutrient cycling or burned in piles. If economically feasible, biomass grinding may also be undertaken.</p> <p>Waste and residue surveys are completed to monitor the waste left on site and the results are reported to the BC Government.</p>
<p>Objective 8. Recognize and Respect Indigenous Peoples' Rights To recognize and respect Indigenous Peoples' rights and traditional knowledge.</p>	<p><u>Evidence:</u> Interviews, C&C First Nations Planning and Review Correspondence, Sustainable Forestry Management & Environmental Policy, FSP, FMP, Site Plans, Harvest Design Block Plans, GIS Databases</p> <p><u>Summary:</u> Forest management plans are reviewed at strategic and operational levels with First Nations in C&C's operating areas (Quesnel – Nazko, Kluskus and TNG Bands, Grande Cache – AWN Band).</p> <p>Special areas of concern for First Nations are mapped within C&C GIS databases to ensure appropriate management during harvest planning.</p> <p>C&C's business is focused on working closely with First Nations and involving applicable First Nations in the forest management planning process.</p>
<p>Objective 9. Legal and Regulatory Compliance To comply with applicable federal, provincial, state, and local laws and regulations.</p>	<p><u>Evidence:</u> Interviews, Websites for Monitoring Legal Changes, EMS Compliance Log, Forest Operations Monitoring Program (FOMP), Harvest Inspection Block Forms, FSP, FMP, Sustainable Forestry Management & Environmental Policy, Health & Safety Policy, Discrimination Policy</p> <p><u>Summary:</u> Higher Level Plans and Forest Stewardship Planning / Forest Management Planning cover all Federal and Provincial laws and regulations. All relevant regulation is covered in the FSP / FMP process.</p> <p>Additional systems to achieve compliance are covered in C&C's various SOP's and inspection processes. Access to applicable legal requirements are via websites which are monitored by C&C in addition to correspondence and meetings with regulators applicable to each Province.</p> <p>Health, Safety and Discrimination policies are present to ensure compliance with applicable social laws.</p>
<p>Objective 10. Forestry Research, Science and Technology To invest in forestry research, science and technology, upon which sustainable forest management decisions are based and broaden the awareness of climate change impacts on forests, wildlife and biological diversity.</p>	<p><u>Evidence:</u> Interviews, Quesnel TSA Mitigation Committee (QMC)</p> <p><u>Summary:</u> C&C has made in-kind contributions to support numerous local research initiatives through the Quesnel TSA Mitigation Committee (QMC). Staff attend industry workshops and are aware of current forestry research and potential impacts of climate change as it relates to forest management.</p>

	<p>C&C is involved with the Western Canada SFI Implementation Committee (WCSIC) via financial support (dues), reporting of required field data and participating in quarterly meetings to track progress and direction.</p>
<p>Objective 11. Training and Education To improve the implementation of sustainable forestry practices through appropriate training and education programs.</p>	<p><i>Evidence:</i> Interviews, EMS Training Matrix, Contractor and Staff Training Records, Sustainable Forestry Management & Environmental Policy</p> <p><i>Summary:</i> C&C maintains a Sustainable Forestry Management & Environmental Policy that is communicated through an employee and contractor training package and sign-off form along with other required training as prescribed by the EMS. Roles and responsibilities have been established and are documented for C&C's staff as per EMS requirements.</p> <p>Records of staff training are maintained. Contractor training is tracked through a Contractor/Supervisor training log.</p> <p>Alberta has no specific logger certification programs. Logging professionals are qualified by a mix of targeted contractor training by C&C as well as the Alberta SAFEWORK contractor certification program. Loggers employed on contract by C&C must meet all training requirements for contractors on a prescribed schedule.</p>
<p>Objective 12. Community Involvement and Landowner Outreach To broaden the practice of sustainable forestry through public outreach, education and involvement, and to support the efforts of SFI Implementation Committees.</p>	<p><i>Evidence:</i> Interviews, Company Plant & Forestry Tours, Sustainable Forestry Management & Environmental Policy, WCSIC website</p> <p><i>Summary:</i> C&C is an active member of the WCSIC which supports a variety of initiatives and identified key resources for various owners of private and crown forest lands. This includes established mechanisms to receive and respond to public inquiries.</p> <p>C&C also support forest landowner education through ongoing communication including working with First Nations. C&C plant and forestry operational tours are provided to the public as requested.</p>
<p>Objective 13. Public Land Management Responsibilities To participate and implement sustainable forest management on public lands.</p>	<p><i>Evidence:</i> Interviews, Annual Open House Meeting Minutes, Trapper Notification Records, C&C / First Nations Correspondence</p> <p><i>Summary:</i> C&C in Alberta is involved in annual open houses to present upcoming harvest planning to the public for comment. In addition, the Company is involved in the Foothills Landscape Management Forum and holds a variety of periodic public meetings as operational needs arise or as requested.</p> <p>Notification is given to trappers prior to harvesting to</p>

	allow for their input. Meetings to facilitate First Nations review of upcoming harvesting and related road building are also undertaken.
<p>Objective 14. Communications and Public Reporting</p> <p>To increase transparency and to annually report progress on conformance with the SFI 2015-2019 Forest Management Standard.</p>	<p><u>Evidence:</u> Interviews, 2015 SFI Audit Summary Report</p> <p><u>Summary:</u> A public summary report is prepared as part of the audit and submitted to SFI for posting on its website. Annual reports are submitted to SFI as required and records and past reports maintained.</p>
<p>Objective 15. Management Review and Continual Improvement</p> <p>To promote continual improvement in the practice of sustainable forestry by conducting a management review and monitoring performance.</p>	<p><u>Evidence:</u> Interviews, Management Review Meeting Minutes & Agenda, EMS Compliance Log, Internal Audit Corrective Action Log</p> <p><u>Summary:</u> C&C's most recent Annual Management review took place on March 1, 2016 and is conducted bi-annually.</p> <p>Performance is assessed based on monitoring/ inspection reports, internal and external audits and reviews of the EMS Compliance Log. Areas for improvement are noted and actioned by an agreed due dates by C&C staff assigned responsibilities to complete.</p>

A description of evidence used to assess conformity to the SFI 2015-2019 fiber sourcing standard is presented in the following table.

SFI Fiber Sourcing Objective	Evidence of Conformity
<p>Objective 1. Biodiversity in Fiber Sourcing</p> <p>To address the practice of sustainable forestry by conserving biological diversity.</p>	<p><u>Evidence:</u> Interviews, Nature Serve website, FMP, EMS Training Matrix, EMS Training Records, WCSIC Wood Producer Information Package</p> <p><u>Summary:</u> FMP and lower lever operational plans ensure biodiversity is taken into account in forest management planning.</p> <p>The Nature Serve website is reviewed periodically to reveal new critically imperiled (G1) or imperiled (G2) species within areas from the region C&C may purchase wood. Regional conservation efforts include participation in the West Central Caribou Plan and current Caribou range study. Future conservation planning for Grizzly Bear and Bull Trout will be initiated by the Alberta government and C&C Alberta operations will be consulted for strategies which include the E8 FMU.</p> <p>A WCSIC Wood Producer Information Package is supplied with all purchase wood contracts for non-certified sources</p>
<p>Objective 2. Adherence to Best Management Practices</p> <p>To broaden the practice of sustainable forestry through the use of best management practices to protect water quality.</p>	<p><u>Evidence:</u> Interviews, WCSIC Procurement Wood Risk Assessments, WCSIC Procurement Wood Inspections Forms, WCSIC Wood Producer Information Package, Inspections, Adverse Weather Guidelines, EMS Training Matrix, Contractor Training Records</p> <p><u>Summary:</u> Purchase wood contracts have provisions that</p>

	<p>specify conformance to BMPs. A WCSIC Wood Producer Information Package is supplied with all purchase wood contracts for non-certified sources. Purchase wood agreements are signed with the seller and the information is provided.</p> <p>Wood Procurement Risk Assessments are conducted along with a Procurement Wood Inspection to ensure BMPs and compliance requirements are being considered by the wood producer.</p> <p>C&C's EMS specifies training to be provided to contractors which includes BMPs.</p>
<p>Objective 3. Use of Qualified Resource and Qualified Logging Professionals To encourage forest landowners to utilize the services of qualified logging professionals, certified logging professionals (where available) and qualified logging professionals.</p>	<p><u>Evidence:</u> Interviews, Log Purchase Agreements, Purchase Wood Risk Assessments, WCSIC Wood Producer Information Package, EMS Training Matrix, Contractor Training Records</p> <p><u>Summary:</u> There are no specific logger certification programs in BC or Alberta. Logging professionals are qualified by a mix of targeted contractor training by C&C as shown in the EMS Matrix. Loggers employed on contract by C&C must meet all training requirements for contractors on a prescribed schedule with records being maintained.</p> <p>The WCSIC Wood Producer Information Package includes a list of qualified logging professionals.</p>
<p>Objective 4. Legal and Regulatory Compliance To comply with applicable federal, provincial, state and local laws and regulations.</p>	<p><u>Evidence:</u> Interviews, Websites for Monitoring Legal Changes, EMS Compliance Log, Forest Operations Monitoring Program (FOMP), WCSIC Wood Producer Information Package, Procurement Wood Inspection Forms, Purchase Wood Risk Assessments, Sustainable Forestry Management & Environmental Policy, Health & Safety Policy, Discrimination Policy</p> <p><u>Summary:</u> The C&C Sustainable Forestry Management & Environmental Policy contains a commitment to regulatory compliance.</p> <p>C&C uses a Purchase Wood Risk Assessment and field inspections as a follow up for wood producers with deemed risk to BMP or regulatory compliance.</p> <p>The WCSIC Wood Producer Information Package is supplied with all purchase wood contracts for non-certified sources. Purchase wood agreements are signed with the seller and the information is provided.</p> <p>Access to applicable legal requirements are via websites which are monitored by C&C in addition to correspondence and meetings with regulators applicable to each Province.</p> <p>Health, Safety and Discrimination policies are present to ensure compliance with applicable social laws.</p>
<p>Objective 5. Forestry Research,</p>	<p><u>Evidence:</u> Interviews, Quesnel TSA Mitigation Committee</p>

<p>Science and Technology To invest in forestry research, science and technology, upon which sustainable forest management decisions are based and broaden the awareness of climate change impacts on forests, wildlife and biological diversity.</p>	<p><i>(QMC)</i></p> <p><u>Summary:</u> C&C has made in-kind contributions to support numerous local research initiatives through the Quesnel TSA Mitigation Committee (QMC). Staff attend industry workshops and are aware of current forestry research and potential impacts of climate change as it relates to forest management.</p> <p>C&C is involved with the Western Canada SFI Implementation Committee (WCSIC) via financial support (dues), reporting of required field data and participating in quarterly meetings to track progress and direction.</p>
<p>Objective 6. Training and Education To improve the implementation of sustainable forestry practices through appropriate training and education programs.</p>	<p><u>Evidence:</u> Interviews, EMS Training Matrix, Contractor and Staff Training Records, Sustainable Forestry Management & Environmental Policy</p> <p><u>Summary:</u> C&C maintains a Sustainable Forestry Management & Environmental Policy that is communicated through an employee and contractor training package and sign-off form along with other required training as prescribed by the EMS. Roles and responsibilities have been established and are documented for C&C's staff as per EMS requirements.</p> <p>Records of staff training are maintained. Contractor training is tracked through a Contractor/Supervisor training log.</p> <p>Alberta has no specific logger certification programs. Logging professionals are qualified by a mix of targeted contractor training by C&C as well as the Alberta SAFEWORK contractor certification program. Loggers employed on contract by C&C must meet all training requirements for contractors on a prescribed schedule.</p>
<p>Objective 7. Community Involvement and Landowner Outreach To broaden the practice of sustainable forestry through public outreach, education, and involvement and to support the efforts of SFI Implementation Committees.</p>	<p><u>Evidence:</u> Interviews, Company Plant & Forestry Tours, Sustainable Forestry Management & Environmental Policy, WCSIC website</p> <p><u>Summary:</u> C&C is an active member of the WCSIC which supports a variety of initiatives and identified key resources for various owners of private and crown forest lands. This includes established mechanisms to receive and respond to public inquiries.</p> <p>C&C also supports forest landowner education through ongoing communication including working with First Nations. C&C plant and forestry operational tours are provided to the public as requested.</p>
<p>Objective 8. Public Land Management Responsibilities To participate and implement sustainable forest management on public lands.</p>	<p><u>Evidence:</u> Interviews, Annual Open House Meeting Minutes, Trapper Notification Records, C&C / First Nations Correspondence</p> <p><u>Summary:</u> C&C is involved in annual open houses to present upcoming harvest planning to the public for comment. For example, the Company is involved in the</p>

	<p>Foothills Landscape Management Forum and holds a variety of periodic public meetings as operational needs arise or as requested.</p> <p>Notification is given to trappers prior to harvesting to allow for their input. Meetings to facilitate First Nations review of upcoming harvesting and related road building are also undertaken.</p>
<p>Objective 9. Communication and Public Reporting To increase the transparency and to annually report progress on conformance with the SFI 2015-2019 Fiber Sourcing Standard.</p>	<p><i>Evidence:</i> Interviews, 2015 SFI Audit Summary Report</p> <p><i>Summary:</i> A public summary report is prepared as part of the audit and submitted to SFI for posting on its website. Annual reports are submitted to SFI as required and records and past reports maintained.</p>
<p>Objective 10. Management Review and Continual Improvement To promote continual improvement in the practice of sustainable forestry by conducting a management review and monitoring performance.</p>	<p><i>Evidence:</i> Interviews, Management Review Meeting Minutes & Agenda, EMS Compliance Log, Internal Audit Corrective Action Log</p> <p><i>Summary:</i> C&C's most recent Annual Management review took place on March 1, 2016 and is conducted bi-annually.</p> <p>Performance is assessed based on monitoring/ inspection reports, internal and external audits and reviews of the EMS Compliance Log. Areas for improvement are noted and actioned by an agreed due dates by C&C staff assigned responsibilities to complete.</p>
<p>Objective 11. Promote Conservation of Biological Diversity, Biodiversity Hotspots and High-Biodiversity Wilderness Areas To promote the conservation of biological diversity, biodiversity hotspots and high-biodiversity wilderness areas in fiber sourcing programs.</p>	Not Applicable – C&C does not source fiber from outside Western Canada
<p>Objective 12. Avoidance of Controversial Sources including Illegal Logging To avoid illegal logging in fiber sourcing programs.</p>	Not Applicable – C&C does not source fiber from outside Western Canada
<p>Objective 13. Avoidance of Controversial Sources including Fiber Sourced from Areas without Effective Social Laws To avoid controversial sources in fiber sourcing programs.</p>	Not Applicable – C&C does not source fiber from outside Western Canada

Summary of Findings

Specific Good management practices are noted below:

- All logging contractors interviewed were conscientious, knowledgeable of BMPs and the site-specific plan requirements, and were taking due care in their harvesting operations (Quesnel and Grande Cache).

- The use of spare pipeline pipe for culverts rather than purchasing new culverts (Grande Cache).
- A good working relationship with the Aseniwuche Winewak First Nation during the block planning phase for the inclusion of cultural significant sites (Grande Cache).
- Use of an “Emergency Response Card” quick reference on the back side of harvest plan maps distributed to contractors which depicts spill limits, species at risk pictures and other useful field related information (Grande Cache).
- A noxious weed layer is being added into the GIS database (Grande Cache).
- Very detailed block harvest plans prescriptions were observed (Grande Cache).
- An excellent risk based block inspection program is in place (Grande Cache).
- Overall the quality of training for contractors and the trucking company is high and well documented (Quesnel).
- The list of records for Westside Logging’s fuel tank inventory and compliance status is a good management process (Quesnel).
- Overall level of structure and protection of wet areas was well done on a harvest unit (Quesnel).

There were one major and two minor non-conformities identified during the assessment:

- C&C did not have a policy statement with a commitment to recognizing and respecting the rights of Indigenous Peoples. (SFI FM Performance Measure 8.1). This issue was classified as a major non-conformity, which has already been addressed by C&C and closed by PwC.
- While staff had taken the required training, documented evidence was lacking because the EMS/SFM matrix and training records were incomplete. (SFI FM Performance Measure 11.1 / SFI FS Performance Measure 6.1). This issue was classified as a minor non-conformity. C&C has provided an acceptable action plan and PwC will review the implementation of the action plan during the next assessment.
- While C&C were using a government silviculture database to record the reforestation method for harvest units, the internal C&C site plans do not discuss the method and timing of reforestation for each site unit. (SFI FM Performance Measure 2.1). This issue was classified as a minor non-conformity. C&C has provided an acceptable action plan and PwC will review the implementation of the action plan during the next assessment.

Opportunities for improvement were identified in the following areas:

- Removing a management review action item related to requiring oil & gas operators to meet SFI program requirements when operating on C&C tenure; (SFI FM Performance Measure 15.1/SFI FS Performance Measure 10.1)
- Formally documenting the Foothills Forest Products adverse weather plan; (SFI FM Performance Measure 3.2/SFI FS Performance Measure 2.1)

- Developing a means and program to regularly inspect road segments based on a risk and consequence evaluation; (SFI FM Performance Measure 3.1)
- Incorporating invasive species training to contractors during the next contractor training session; (SFI FM Performance Measure 2.4)
- Adding language to the C&C Fuel Storage SOP to address collision protection around large stationary tanks; (SFI FM Performance Measure 3.1); and
- Evaluating the appropriateness of having a written contract for the C&C owned contract logger and log hauling company operating in the Quesnel, BC area. (SFI FM Performance Measure 3.1)

Conclusion

C&C Resources Inc. is in conformance with the requirements of the SFI 2015-2019 Forest Management and Fiber Sourcing Standards. The Certificate can be can be obtained by contacting George Paul of C&C Resources Inc. at (250) 992-7471. More information on C&C's sustainable forestry program can be found at: <http://www.ccreourcesinc.com>