

This licence made in duplicate this 4th day of May, 2020.

BETWEEN:

HER MAJESTY THE QUEEN, in right of the Province of Nova Scotia, as represented by the Administrator, Nova Scotia Department of Fisheries and Aquaculture, as appointed under section 54A of the Fisheries and Coastal Resources Act, SNS 1996, c.25,

hereinafter referred to as "**THE ADMINSTRATOR**"

OF THE ONE PART

- and -

KELLY COVE SALMON LTD.

1 Fundy Bay Drive
St. George, NB E5C3E2

hereinafter referred to as "**THE LICENCEE**"

OF THE OTHER PART

WHEREAS the Administrator, under the provisions of the Fisheries and Coastal Resources Act, S.N.S. 1996, Chapter 25 (the "Act") and the Aquaculture Licence and Lease Regulations (the "Regulations"), is authorized to renew aquaculture licences and aquaculture leases;

AND WHEREAS Pursuant to the Act the Licencee was issued Aquaculture Licence No. 1192 on 13th day of October, 2015 for a term of five years from March 2, 2015 to March 2, 2020;

AND WHEREAS the Licencee wishes to renew aquaculture Licence No. 1192.

NOW THEREFORE in consideration of the mutual covenants herein contained, the parties hereto agree as follows:

1. The Administrator hereby grants to the Licencee a licence to use a 9.36 hectare area located in the body of waters known as Shelburne Harbour, Shelburne County, more particularly described in Schedule "A" attached to and forming part of this Agreement (the "site") for the Marine Cage Cultivation of cultivation of Atlantic salmon (*Salmo salar*) and rainbow trout (*Oncorhynchus mykiss*).
2. The term of this licence shall be for ten years commencing on the March 2, 2020 to March 2, 2030 with the right of renewal, in accordance with the terms of the Act and the Regulations.
3. The Licencee shall pay to the Minister of Finance and Treasury Board an annual fee as set out in the Regulations. The annual payment must be received by the anniversary date of the licence. Late payments are subject to a fee of as set out in the Regulations.
4. The undertakings set out in Schedule "B" to this licence ("undertakings"), form part of this Agreement, and the Licencee hereby agrees to comply with any conditions or limitations contained in these undertakings unless compliance for licensing purposes is expressly waived by the Administrator. The Licencee is responsible for confirming any undertakings and ensuring compliance with them.
5. The Licencee agrees to comply with any permits, protocols, approvals, licenses or permissions ("licensing requirements") which may be required under the laws of the relevant municipality, the Province or Canada. The Licencee is responsible for confirming any licensing requirements and ensuring compliance with them.

6. This licence must not be assigned except with the written approval of the Administrator. If the Licencee is a corporation, any change in the right to control the corporation shall be deemed to be an assignment. No assignment shall be binding on the Administrator until approved by him in accordance with the Regulations.
7. In the event that the Licencee shall cease conducting an aquaculture business in the normal course, become insolvent, make a general assignment for the benefit of creditors, suffer or permit the appointment of a receiver of its business assets, or avail itself of any proceeding in bankruptcy under any statute relating to insolvency or the protection of rights of creditors, the Administrator may revoke this licence and this Agreement shall be of no further force and effect subject only to the right of Her Majesty the Queen in right of the Province of Nova Scotia ("Her Majesty") to claim for damages.
8. The Licencee must adhere to the Farm Management Plan, as it is in effect for this licence from time to time, and any failure to adhere to the Farm Management Plan is a breach of this licence.
9. The Licencee shall submit to the Minister of the Nova Scotia Department of Fisheries and Aquaculture (the "Minister") an annual report stating such information as the Minister requires concerning the Licencee's use and the productivity of the site.
10. The Licencee is hereby prohibited from using the site in any way that would interfere with other licenced aquaculture operations.
11. If the Administrator, in his sole discretion, is of the opinion that the aquaculture activities authorized by this licence are detrimental to or interfere with previously licenced facilities, the Administrator may revoke this licence upon reasonable notice without compensation.
12. Following the completion of a performance review, in accordance with the Regulations, of the aquacultural operation subject to this licence, the Administrator may vary any terms or conditions of this licence in order to address any concerns raised in the performance review.
13. The Administrator may revoke this licence without advance notice or compensation if the Licencee is found by a court of competent jurisdiction to be in violation of any law of the Province or Canada relating to fishery activities.
14. If the Licencee fails to perform any of its obligations under this licence, the Minister may have the obligations performed, with the amount of any costs incurred to be a debt due to Her Majesty, for which Her Majesty shall have a first priority charge on the aquacultural produce within the site.
15. If the Licencee is in breach of any term of this licence and such breach is not corrected within the time period set out in the notice from the Administrator, the Administrator may cancel this licence without further notice or compensation.
16. Should it become necessary for Her Majesty to expropriate the Licencee's right under this licence, it is hereby agreed that the value of the licence for purposes of expropriation compensation shall not exceed the depreciated value of improvements made by the Licencee that cannot be removed from the site. No compensation may be claimed for the cancellation of this licence where compensation is paid or payable in relation to the expropriation of a licence for the same area.
17. Any notices required to be given under this licence may be sent by regular mail to the parties at their addresses set out in the heading of this Agreement, and notice will be deemed to have been received by the intended recipient thereof five business days from the date on which the notice is post-marked. The parties, by agreement, may effect notice by any other means. The Licencee must notify the Administrator of any change of address within thirty (30) days.
18. Nothing in this Agreement shall be taken as a warranty by the Administrator that the site

may be used now or in the future by the Licencee for aquaculture purposes. The Administrator assumes no responsibility whatsoever for any private property rights or for the actions of other levels of government which may interfere with the use of the site for aquaculture purposes.

19. This licence shall be subject to the laws of the Province of Nova Scotia and the parties hereby agree to attorn to its courts.
20. This licence shall be subject to any changes made from time to time in the Act, the Regulations or any other relevant legislation.

IN WITNESS WHEREOF the Parties have caused this Agreement to be duly executed.

SIGNED, SEALED AND DELIVERED
in the presence of

HER MAJESTY THE QUEEN
in right of the Province of Nova Scotia

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Witness

Administrator of the Nova Scotia Department
of Fisheries and Aquaculture

KELLY COVE SALMON LTD.
by:

[Redacted signature area]

[Redacted signature area]



Witness

Glenn Cooke, President

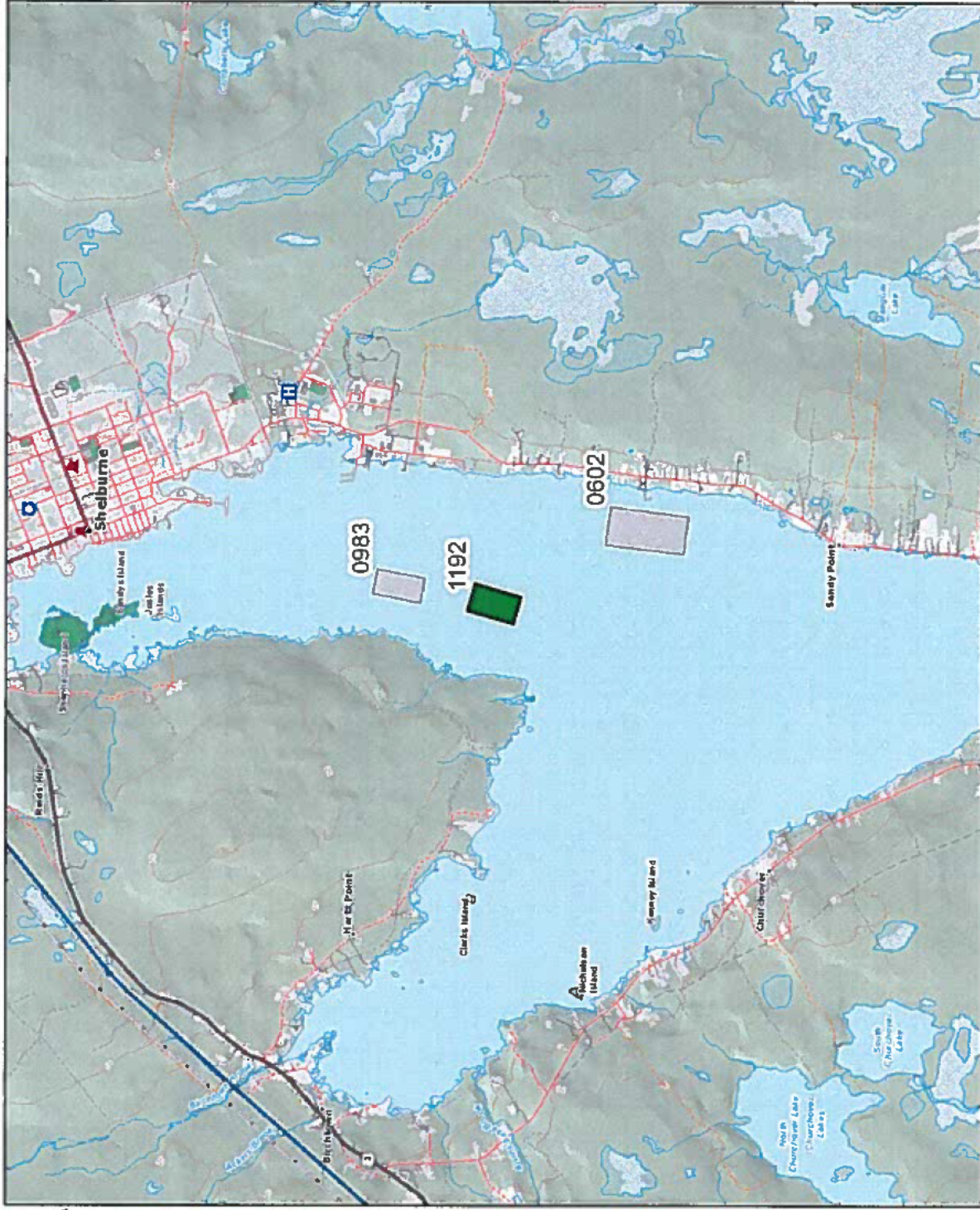
SCHEDULE A



Aquaculture Site 1192

Corner	Latitude	Longitude
1	43° 44' 5.570"	-65° 19' 49.960"
2	43° 44' 3.650"	-65° 19' 39.840"
3	43° 43' 51.110"	-65° 19' 44.340"
4	43° 43' 53.020"	-65° 19' 54.460"
Centre	43° 43' 58.214"	-65° 19' 47.397"

DATUM NAD 83, CSRS UTM, Zone 20
The above coordinates are not from a legal survey.



License/Lease Holder
Kelly Cove Salmon Ltd.

County
Shelburne

Waterbody
Shelburne Harbour

Hectares
9.36

Species Type
Finfish

Culture Type
Suspended Culture

Chart
4241

- Renewal Application
- Other Issued Lease

Other Proposed Lease



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Date: 2010-12-06
Created By: MK

SCHEDULE A

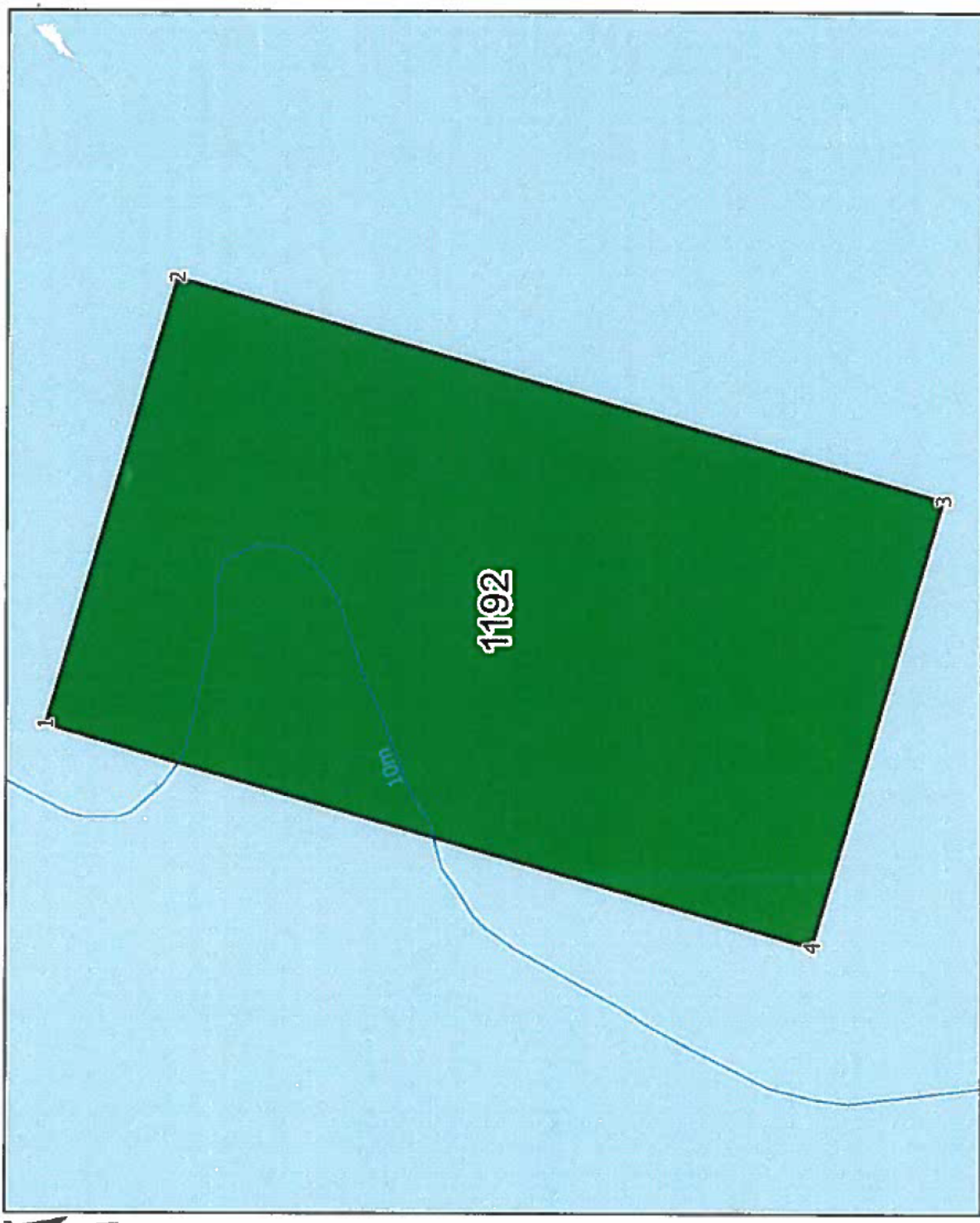


Aquaculture Site

1192

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License/Lease Holder	County	Waterbody	Hectares	Species Type	Culture Type	Chart
Kelly Cove Salmon Ltd.	Shelburne	Shelburne Harbour	9.36	Finfish	Suspended Culture	4241

Renewal Application Other Proposed Lease
 Other Issued Lease NS PIDs



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Schedule "B"

This Schedule sets out any undertakings required of the Licencee.

There are no undertakings required of the Licencee.