



Conservation

Environmental Stewardship Division
Environmental Assessment and Licensing Branch
123 Main Street, Suite 160, Winnipeg, Manitoba R3C 1A5
T 204 945-7100 F 204 945-5229
www.gov.mb.ca/conservation/envapprovals

FAXED

CLIENT FILE NO.: 3312.00

January 24, 2008

Michael Kelly
Spectra Energy Transmission
Fifth Avenue Place, East Tower
Suite 2600, 425 – 1st Street S.W.
Calgary AB T2P 3L8

Dear Mr. Kelly:

Further to your letter of April 10, 2007, our records have been updated to reflect current ownership of the development being a flare system located on part of the SE ¼ 27-9-2 EPM, Plan 374 WLTO, Rural Municipality of Macdonald, in the Province of Manitoba from Duke Energy Empress Management Inc., as General Partner and Agent of Duke Energy Empress L.P. to Spectra Energy Empress Management Inc., as General Partner and Agent of Spectra Energy Empress L.P.. Enclosed is revised Environment Act Licence No. 1493 RRR re-issued in the name of Spectra Energy Empress Management Inc., as General Partner and Agent of Spectra Energy Empress L.P..

In addition to the enclosed Revised Licence requirements, please be informed that all other applicable federal, provincial and municipal regulations and by-laws must be complied with.

For further information on the administration and application of the Licence, please feel free to contact Terry Gallagher at 945-7104.

Please ensure that the original or copy of the revised Licence and covering letter is forwarded to your client for their records.

Yours truly,

Tracey Braun, M.Sc.
Director
Environment Act

Enclosure

- c. B. Gillespie, Regional Director, Central Region
- c. T. Gallagher, Environment Officer
- c. R.M. of Macdonald

NOTE: Confirmation of Receipt of this Revised Licence No. 1493 RRR (*by the Licencee only*) is required by the Director of Environmental Assessment & Licensing Branch. Please acknowledge receipt by signing in the space provided below and faxing a copy back to the Department by January 30, 2008.

On behalf of Spectra Energy Empress Management Inc.

Date

****A COPY OF THE LICENCE MUST BE KEPT ON SITE AT THE DEVELOPMENT AT ALL TIMES****

LICENCE

Licence No. / Licence n° 1493 RRR

Issue Date / Date de délivrance July 12, 1991

Revised : April 19, 2000
Revised : August 24, 2005
Revised : January 24, 2008

In accordance with The Environment Act (C.C.S.M. c. E125) /
Conformément à la Loi sur l'environnement (C.P.L.M. c. E125)

Pursuant to Section 10(1) / Conformément au Paragraphe 10(1)

THIS LICENCE IS ISSUED TO : / CETTE LICENCE EST DONNÉE À :

**SPECTRA ENERGY EMPRESS MANAGEMENT INC., as General Partner and
Agent of SPECTRA ENERGY EMPRESS L.P.; "the Licencee"**

for the construction and operation of the Development being a flare system located on part of the SE ¼ 27-9-2 EPM, Plan 374 WLTO, Rural Municipality of Macdonald, in the Province of Manitoba in accordance with the Proposal filed under the Environment Act on March 13, 1991, and subject to the following specifications, limits, terms and conditions:

SPECIFICATIONS, LIMITS, TERMS AND CONDITIONS

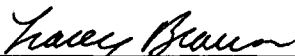
1. The Licencee shall not cause or permit visible smoke emissions from the flare system during normal operations of the liquefied petroleum gas terminal that exhibit an opacity equal to or greater than;
 - a) 20 percent for a period of more than 4 minutes in the aggregate in any one hour; or
 - b) 40 percent at any time.
2. The Licencee shall maintain and keep available on-site for inspection by an Environment Officer a log of all equipment malfunctions, pipeline upsets or any other operational conditions including the date, time and length of such conditions which may cause visible smoke emissions from the flare system to exceed the opacity limits in Clause 1, of this Licence.
3. The Licencee shall report all malfunctions, upsets or other conditions as documented pursuant to Clause 2, of this Licence to an Environment Officer within 24 hours of their occurrence.

****A COPY OF THE LICENCE MUST BE KEPT ON SITE AT THE DEVELOPMENT AT ALL TIMES****

4. The Licencee shall limit the emission of odours to such an extent that odours from the operation are not detectable at any point of impingement in a residential or commercial area when one volume of odorous air is diluted with an equal volume of odour-free air.
5. The Licencee shall operate the Development so that a high standard of equipment maintenance and good housekeeping practices are carried out at all times consistent with meeting the requirements of this Licence.

REVIEW AND REVOCATION

- A. This Licence replaces Licence No. 1493 RR which is hereby rescinded.
- B. If, in the opinion of the Director, the Licencee has exceeded or is exceeding or has or is failing to meet the specifications, limits, terms, or conditions set out in this Licence, the Director may, temporarily or permanently, revoke this Licence.



Tracey Braun, M. Sc.
Director
Environment Act

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