Canexus-ERCO Worldwide-UNIVAR-Terrapure Environmental North Shore Community Advisory Panel (CAP) MEETING SUMMARY NOTES Canexus, 100 Amherst Avenue

5:30 pm Dinner/Meeting 6:00 pm to 8:00 pm Tuesday, November 17 2015

Attendance:

Fiona Dercole, District of North Vancouver

Robin Lee, Univar

Rick Denton, Canexus Rob Schultz, Canexus

Tony Gutenberg, Canexus

Helene Holt, ERCO Worldwide

Henry Gee, ERCO Worldwide

Tracey Conrad, Terrapure Environmental

Dan Cantafio, Terrapure Environmental

Doug Allan, District of North Vancouver

Patricia Banning-Lover, Wild Bird Trust

Richard Beard, Wild Bird Trust

John Miller, Lower Capilano Residents

Association

Stuart Porter, Maplewood Community

Association

Sharon Porter, Resident

Bruce McArthur, Resident

Lisa Richardson, Resident

Alex McNeil, Blueridge Community

Association

Cathy Brydon, Resident

Dave Mair, Resident

Tracey Godin, Miles Industries

Regrets:

Chris Parent, Terrapure Environmental

Tom Miller, ERCO Worldwide

Lorraine Harvey, Seymour Community

Association

Katie Gaydon, Resident

Dorit Mason, NSEM

Cindy Jeromin, Port Metro Vancouver

Val Hammerberg, Resident

Malcolm Chaddock, TaliesinWorks

Chris Bond, Miles Industries

1. Introductions

CAP members introduced themselves and welcomed new members.

The facilitator clarified that the September meeting minutes were still being finalized and would be sent out shortly.

2. Review: CAP History, CAP Mandate and Guidelines

A summary of the CAP history created by members in the September meeting was provided and members were encouraged to submit additions to Daniela. A suggestion was made to archive the notes from previous CAP meetings in the Archives and Historical Society.

CAP mandate, goals and guidelines for communication were reviewed.

There was consensus on the mission remaining as is:

The Community Advisory Panel provides a forum for the open and mutual exchange of ideas and concerns between the companies and the community. It serves as a focus group and resource for the companies and community members on issues of mutual concern including safety, health and the environment.

CAP goals were also agreed to be still relevant.

Additions highlighted by members were increased outreach to community in terms of sharing information and inviting people to join the CAP.

Discussion also took place around the need for CAP to have a more visible online presence where information could be easily found. There were suggestions of a CAP website/blog and these will be further explored by the facilitator and companies before the next meeting.

Guiding principles were discussed and "wearing the green hat of creativity" was changed to being open-minded. The importance of creating a safe culture where people feel comfortable to express their opinions was raised and the facilitator invited people to provide any further feedback around this via email. The need for increased participation and input from members and also access for people not able to attend meetings was highlighted.

3. Guest Speaker on Earthquake Risk Prevention:

Fiona Dercole from DNV presented on the study conducted on earthquake risk prevention for the District. She noted that it was the most detailed assessment of risk that had been done for any municipality. It was a pilot project, which they hope to replicate in other parts of Canada.

The report showed that the province is unprepared for a major earthquake. Subsequently, the province has been taking steps to improve on this.

Fiona handed out a narrative booklet on the report which accompanies the scientific report. The booklet includes 3 fictional stories showing people with a resilience plan versus without one. Anyone who did not receive this but would like a copy can contact Daniela.

She emphasized that the earthquake still exists whether we talk about it or not and that we each have a personal responsibility to be prepared.

She noted there is an Earthquake Ready Action Plan on their website that businesses can use.

She also mentioned a tool of personalized assessment currently in its testing phase. This would show how an individual house would perform in an earthquake, both in its current state and if certain changes were made, and therefore allow people to do a cost-benefit analysis of potential renovations.

The current focus is on vulnerable populations and coordinated response.

4. Reports from the Companies:

a) Canexus

Rick Denton reported that Environment Canada recently reviewed the Canexus Emergency Response Plan, primarily with respect to their E2 regulations. There were no significant findings and only minor edits recommended. Significant outreach to the immediate plant commercial and industrial neighbors in regards to safety has been completed over the past 18 months.

In October 2015, the North Vancouver School District and Port Metro Vancouver cohosted a boat tour for high school teachers. Canexus and other Port related companies were able to showcase their positive impact on the community, while extending an invitation for future teachers and students.

The company's Caustic Modernization Project was started in late 2014, and full conversion to the new system is expected by the end of November 2015. The project involves a replacement of the 1970's era, inefficient evaporation process with a state of the art, membrane caustic grade evaporation system, reducing overall plant steam consumption by around 33%. This results in steam demand well below TCP predicted levels and allows operation of the plant on the smaller, more efficient package boiler, and resulting reductions in energy and GHG.

b) ERCO Worldwide

Henry Gee reported that on October 6, 2015, Superior Plus (parent company of ERCO Worldwide) announced that they were acquiring all the issued and outstanding common shares of Canexus. Until the transaction closes (expected in the first half of 2016), business will continue as usual for both companies. Superior Plus' *Acquisition of Canexus* presentation is attached for more information.

On October 31st, employees celebrated reaching a milestone of working safely for 250,000 hours since the last Recordable injury in July 2012. On December 8-9th, the ERCO Responsible Care Committee will be at North Vancouver site for annual meetings to review plant operations.



c) Univar Canada

Robin Lee reported that there were no reportable safety incidents at Univar. They have a major project converting 2 ethanol tanks to 1 glycol tank, which will be completed in the next 2 weeks. There will be seismic upgrading construction in January. Univar participated in the large scale emergency drill conducted by DNV yesterday. Robin mentioned that there is also a project planned to eliminate VOCs from the site.

d) Terrapure Environmental

Dan Cantafio reported that there was a minor incident during their recent annual shutdown. A third party contractor was working on the vacuum system during heavy

rainfall and received what was thought to be a contaminant in his eye. The contractor was wearing eye protection. He was treated on site and was later treated by a physician and returned to work the same day.

5. Meeting Evaluation and Close

A quick evaluation seemed to indicate CAP members were happy with the meeting. The meeting closed at 8:15 pm.

The next CAP meeting is scheduled for February 16, 2016, dinner at 5:30 pm, meeting from 6:00 pm to 8:00 pm. The meeting location will be announced.



ERCO Worldwide Update

(since last report on Sept. 29, 2015)

- Canexus Acquisition -
- On October 6, 2015, Superior Plus (parent company of ERCO Worldwide) announced that they were acquiring all the issued and outstanding common shares of Canexus.

There are several approvals required – Canexus shareholder approval, customary regulatory (including Competition Act), court approvals, and third party approvals.

Expect transaction to close in the first half of 2016. Until then it is

business as usual for both companies.

I have attached Superior Plus' *Acquisition of Canexus* presentation

which is on Superior Plus' website.

- Production
- Plant ran at capacity throughout October until now, with the exception of scheduled 1-day outage for maintenance on Line 8 at the end of October.
- Safety/Environmental On Oct. 31st, NV employees reached a milestone of working safely 250,000 hours since the last Recordable injury (July 26/12). Site employees celebrated with lunch and gift.
- Responsible Care
- On Dec. 8-9th, the ERCO Responsible Care Committee will be at North Vancouver site for annual meetings to review NV plant operations. Over these 2 days, site employees make presentations on all aspects of plant operations to the ERCC safety, environmental, process safety management, Responsible Care activities, as well as plant costs.

Tom Miller



November 17, 2015

CAP Meeting Update

Safety & Environmental

Days with no lost time (4,789 days)

• Minor incident during recent annual shutdown. A 3rd party contractor was working on the vacuum system during as heavy rainfall and received what was thought to be a contaminant in his eye. The contractor was wearing eye protection. He was treated on site and was later treated by a physician. The worker returned to work the same day.

Operations

- The annual plant turnaround was conducted in early November and was completed on time.
- All units running at capacity through to the end of the year.

Terrapure Overview (October 2015)

| Product | Volume | Volume | Transportation | Route | TDG Classification |
|-----------------|----------|----------|----------------|-----------|---------------------------|
| | Received | Shipped | Method | To/ From | |
| | | | | NVan | |
| Waste Oil | 2.4 ML | | Truck & Rail | Hwy 1 | Non TDG |
| Distillate Fuel | | 204 KL | Rail | CN | UN 1268 Class 3 Petroleum |
| | | | | | Distillates |
| | | | | | UN 1993 Class 3 |
| | | | | | Flammable Liquids |
| Asphalt | | 324 KL | Rail | CN | UN 3257 Class 9 Elevated |
| | | | | | Temp |
| Base Oil | | 1,509 KL | Rail/ Truck | CN/ Hwy 1 | Non TDG |
| Caustic | | 140 KL | Rail | CN | UN 2920 Class 8 Corrosive |
| | | | | | Liquids |
| Fuel Oil | | 692 KL | Truck | Hwy 1 | UN 1993 Class 3 |
| | | | | | Flammable Liquids |
| Water | | 47 KL | Truck | Hwy 1 | Non TDG |

^{*}Rail movements through CN Lynn Creek yard: Truck Movements typically over Second Narrows