

File: 195-30/IAPP

September 25, 2006

BY EMAIL

To: Interior Regional Managers

Re: Market Pricing System - Interior

The following stumpage appraisal parameter values are effective October 1, 2006.

| | |
|-------------------------------|-------|
| Interior Average Market Price | 16.81 |
| Interior Mean Value Index | 2.27 |
| Interior Base Rate | 17.62 |

The 3 month lumber average market values, consumer price index and United States dollar exchange rate for calculating the average market price and for BCTS stumpage rates effective October 1, 2006 are attached.



The 12 month lumber and chip average market values and the regional average basic silviculture costs by species, effective October 1, 2006, are also attached.

These parameters can also be found on the Revenue Branch home page on the Internet at:
<http://www.for.gov.bc.ca/hva/timberp/parameters/interior/index.htm>

These documents and information are intended for personal use, and may be protected under the *Federal Copyright Act* (see attached guidelines).

Bill Howard

Bill Howard
Director
Revenue Branch

Attachments

Interior Regional Managers

pc: Mike Falkiner, Director, Operations, BC Timber Sales

Merva Lyons, Revenue Co-Manager, Southern Interior Forest Region

Jim Schafthuizen, Revenue Co-Manager, Southern Interior Forest Region

Tracy Hendry, Timber Pricing Co-ordinator, Southern Interior Forest Region

Vic Skaalid, Revenue Manager, Northern Interior Forest Region

Jason Nunn, Timber Pricing Officer, Northern Interior Forest Region

Shawn Rice, Timber Pricing Co-ordinator, Northern Interior Forest Region

Jim Davison, Senior Timber Pricing Accountant, Interior, Revenue Branch

Bob Bull, Senior Timber Pricing Forester, Revenue Branch

Brenda Abbott, Timber Pricing Accountant, Interior, Revenue Branch

Steve Fletcher, Senior Timber Pricing Forester, Systems, Revenue Branch

Sabina Ghazarian, Timber Pricing Forester, Systems, Revenue Branch

Jo-Anne White, Timber Pricing Systems Clerk, Revenue Branch

Interior Appraisal Advisory Committee

Copyright Guidelines

Copyright statement

Copyright of this material belongs exclusively to the Province of British Columbia. This copy is intended for private study or research purposes only.

No person or entity is permitted to reproduce this material, in whole or in part, for distribution either free of charge or for 'commercial purposes', unless that person or entity has a signed licence agreement with the Intangible Property Program for British Columbia. Reproduction for commercial purposes is reproduction for the purposes of sale, rent, trade or distribution, or posting it on the Internet or on electronic bulletin boards. Further details over these and other government-owned works can be obtained by reference to the *Federal Copyright Act*.

Freedom of Information versus Copyright Releases and Licences

The *Freedom of Information and Protection of Privacy Act* gives you access to material for private study or research purposes only. It does not, in any manner, give you copyright release. A copyright release authorizes you to reproduce and distribute the information for a non-profit purpose. An exclusive or non-exclusive licence authorizes distribution for profit.

Copyright releases, in the majority of cases, only cover portions of documents. It is general practice that any person wanting to reproduce whole documents, even for non-profit purposes, must obtain a license agreement.

The conditions of a copyright release may include that you publish with the material:

- A disclaimer that states that you are not the owner of the information you are distributing
- That copyright and ownership remains exclusively with the Province of British Columbia
- A statement that you are not the official source of this information
- A statement that there is no implied endorsement from the Province of British Columbia
- An errors and omissions statement that says the Province of British Columbia is not responsible for the accuracy and completeness of the information you are distributing
- A limitation of liability to the Province of British Columbia from any damages arising from the use of the material being distributed

The conditions of a licence may include the above copyright release conditions, plus:

- Posting of a notice of intent for non-exclusive licences or an open bidding process for exclusive licences
- Schedules and amount of royalty payments to the Province of British Columbia
- Duration of licence agreement and conditions of renewal or extension
- Requirements for reporting

Where to obtain a copyright release or licence

All requests for copyright releases and licences are handled by the Province of British Columbia, Intangible Property Program, Ministry of Finance and Corporate Relations.

Intangible Property Program

Ministry of Finance and Corporate Relations

Location: Main Floor, 541 Superior Street, Victoria, BC

Mailing Address: P.O. Box 9459 Stn Prov Govt, Victoria, BC, V8W 9V7

Telephone at: (250) 356-0843

Fax Number: (250) 356-0846

**AVERAGE MARKET VALUES FOR STUD AND RANDOM LENGTH LUMBER
COINCIDENT ZONING
EFFECTIVE OCTOBER 1, 2006
FOR THE TWELVE MONTHS ENDED JUNE 30, 2006
AVERAGE LUMBER MARKET VALUES (\$/MBM)**

| AMV ZONE | BALSAM | | CEDAR | FIR / LARCH | | HEMLOCK | LODGEPOLE PINE | | WHITE PINE | YELLOW PINE | SPRUCE | |
|-------------|--------|--------|-------|-------------|--------|---------|----------------|--------|---------------|----------------|--------|--------|
| | Stud | Random | All | Stud | Random | All | Stud | Random | All | All | Stud | Random |
| 5 | 308 | 280 | 523 | 308 | 380 | 303 | 308 | 310 | 265 | | 308 | 318 |
| 6 | 308 | 282 | 523 | 308 | 380 | 303 | 308 | 310 | 265 | | 308 | 318 |
| 7 | 305 | 301 | 523 | 305 | 386 | 303 | 305 | 332 | 269 | 332 | 305 | 342 |
| 8 | 320 | 282 | 523 | 320 | 361 | 298 | 320 | 312 | 264 | 325 | 320 | 320 |
| 9 | 268 | 273 | | | | | 268 | 304 | | | 268 | 310 |

For Appraisals Effective March 1, 1993

Zone 5: Northern Interior & Quesnel

Zone 6: Skeena

Zone 7: Southern Interior

Zone 8: Southern Cariboo

Zone 9: Fort Nelson - Peace

**AVERAGE MARKET VALUES FOR SMALL LOGS
EFFECTIVE OCTOBER 1, 2006
FOR THE TWELVE MONTHS ENDED JUNE 30, 2006
AVERAGE LUMBER MARKET VALUES (\$/MBM)**

| AMV ZONE | BALSAM | | CEDAR | FIR / LARCH | | HEMLOCK | LODGEPOLE PINE | | WHITE PINE | YELLOW PINE | SPRUCE | |
|-------------|--------|--------|-------|-------------|--------|---------|----------------|--------|---------------|----------------|--------|--------|
| | Stud | Random | All | Stud | Random | All | Stud | Random | All | All | Stud | Random |
| 15 | 280 | 280 | 476 | 280 | 280 | 276 | 280 | 280 | 241 | | 280 | 280 |
| 16 | 280 | 280 | 476 | 280 | 280 | 276 | 280 | 280 | 241 | | 280 | 280 |
| 17 | 278 | 278 | 476 | 278 | 278 | 276 | 278 | 278 | 245 | 302 | 278 | 278 |
| 18 | 291 | 291 | 476 | 291 | 291 | 271 | 291 | 291 | 240 | 296 | 291 | 291 |
| 19 | 244 | 244 | | | | | 244 | 244 | | | 244 | 244 |

For Appraisals Effective December 1, 1994

Zone 15: Northern Interior & Quesnel

Zone 16: Skeena

Zone 17: Southern Interior

Zone 18: Southern Cariboo

Zone 19: Fort Nelson - Peace

**AVERAGE MARKET VALUES FOR SMALL LOG LICENSES
EFFECTIVE OCTOBER 1, 2006
FOR THE TWELVE MONTHS ENDED JUNE 30, 2006
AVERAGE LUMBER MARKET VALUES (\$/MBM)**

| AMV ZONE | BALSAM | | CEDAR | FIR / LARCH | | HEMLOCK | LODGEPOLE PINE | | WHITE PINE | YELLOW PINE | SPRUCE | |
|-------------|--------|--------|-------|-------------|--------|---------|----------------|--------|---------------|----------------|--------|--------|
| | Stud | Random | All | Stud | Random | All | Stud | Random | All | All | Stud | Random |
| 25 | 189 | 189 | 523 | 206 | 206 | 303 | 197 | 197 | 183 | | 187 | 187 |

For Appraisals Effective April 1, 1997
Zone 25: Interior

**AVERAGE MARKET VALUES FOR GRADE 4 HEMLOCK LOGS
EFFECTIVE OCTOBER 1, 2006
FOR THE TWELVE MONTHS ENDED JUNE 30, 2006
AVERAGE LUMBER MARKET VALUES (\$/MBM)**

| AMV ZONE | BALSAM | | CEDAR | FIR / LARCH | | HEMLOCK | LODGEPOLE PINE | | WHITE PINE | YELLOW PINE | SPRUCE | |
|-------------|--------|--------|-------|-------------|--------|---------|----------------|--------|---------------|----------------|--------|--------|
| | Stud | Random | All | Stud | Random | All | Stud | Random | All | All | Stud | Random |
| 35 | 308 | 280 | 523 | 308 | 380 | 249 | 308 | 310 | 265 | | 308 | 318 |
| 36 | 308 | 282 | 523 | 308 | 380 | 287 | 308 | 310 | 265 | | 308 | 318 |
| 37 | 305 | 301 | 523 | 305 | 386 | 286 | 305 | 332 | 269 | 332 | 305 | 342 |
| 38 | 320 | 282 | 523 | 320 | 361 | 292 | 320 | 312 | 264 | 325 | 320 | 320 |

For Appraisals Effective January 1, 1998
 Zone 35: Northern Interior & Quesnel
 Zone 36: Skeena
 Zone 37: Southern Interior
 Zone 38: Southern Cariboo

**INTERIOR AVERAGE CHIP VALUES
EFFECTIVE OCTOBER 1, 2006
For The Twelve Months Ended June 30, 2006**

| APPRAISAL POINT | CODE | WW \$/BDU | CEDAR \$/BDU | APPRAISAL POINT | CODE | WW \$/BDU | CEDAR \$/BDU |
|-----------------|------|-----------|--------------|-----------------|------|-----------|--------------|
| 100 Mile House | 100M | 55 | 41 | Lillooet | LILL | 50 | 38 |
| Adams Lake | ADLK | 47 | 35 | Louis Creek | LSCK | 48 | 36 |
| Armstrong | ARMS | 47 | 35 | Lumby | LUMB | 46 | 35 |
| Bear Lake | BELK | 46 | 35 | Lytton | LYTT | 45 | 34 |
| Boston Bar | BOBA | 43 | 32 | Mackenzie | MKEN | 51 | 38 |
| Burns Lake | BSLK | 48 | 36 | McBride | MBRI | 38 | 29 |
| Canoe | CANO | 46 | 35 | Merritt | MERR | 47 | 35 |
| Carnaby | CARN | 48 | 48 | O.K. Falls | OKFA | 42 | 32 |
| Chasm | CHSM | 53 | 40 | Prince George | PRGE | 48 | 36 |
| Chetwynd | CHET | 46 | 35 | Princeton | PRIN | 45 | 34 |
| Clear Lake | CLLK | 48 | 36 | Quesnel | QUES | 56 | 42 |
| Craigellachie | CRAI | 41 | 31 | Revelstoke | REVE | 43 | 32 |
| Engen | ENGE | 52 | 39 | Smithers | SMIT | 46 | 46 |
| Fort Nelson | FTNE | 30 | 23 | Squamish | SQUA | 75 | 56 |
| Fort St. James | FTJA | 51 | 38 | Strathnaver | STRA | 55 | 41 |
| Fort St. John | FTJO | 41 | 31 | Taylor | TAYL | 41 | 31 |
| Fraser Lake | FRLK | 51 | 38 | Terrace | TERR | 52 | 52 |
| Hazelton | HAZE | 49 | 49 | Upper Fraser | UPFR | 48 | 36 |
| Houston | HOUS | 46 | 35 | Valemount | VALE | 40 | 30 |
| Isle Pierre | ISPI | 47 | 35 | Vanderhoof | VAND | 52 | 39 |
| Kamloops | KAML | 50 | 38 | Vavenby | VAVE | 46 | 35 |
| Kelowna | KELO | 45 | 34 | Westbank | WEST | 45 | 34 |
| Kitwanga | KITW | 50 | 50 | Williams Lake | WILK | 52 | 39 |
| Lavington | LAVI | 46 | 35 | Ymir | YMIR | 55 | 41 |
| Canal Flats | CAFL | 52 | 39 | | | | |
| Castlegar | CAST | 57 | 43 | | | | |
| Cranbrook | CRAN | 51 | 38 | | | | |
| Creston | CRES | 48 | 36 | | | | |
| Elko | ELKO | 49 | 37 | | | | |
| Galloway | GALL | 49 | 37 | | | | |
| Grand Forks | GRFO | 54 | 41 | | | | |
| Midway | MIDW | 53 | 40 | | | | |
| Park Siding | PASI | 54 | 41 | | | | |
| Radium | RADI | 50 | 38 | | | | |
| Slocan | SLOC | 55 | 41 | | | | |
| Thrms | THRU | 57 | 43 | | | | |
| Ymir | YMIR | 55 | 41 | | | | |

**INTERIOR BASIC SILVICULTURE COSTS BY SPECIES
EFFECTIVE OCTOBER 1, 2006**

Basic Silviculture Costs (\$/m³)

| Region | BALSAM | CEDAR | FIR | HEMLOCK | LARCH | LOGEPOLE PINE | SPRUCE | WHITE PINE | YELLOW PINE |
|-------------------|---------------|--------------|------------|----------------|--------------|--------------------------|---------------|-----------------------|------------------------|
| Northern Interior | 4.25 | 5.39 | 3.24 | 3.45 | | 3.83 | 4.36 | | |
| Southern Interior | 4.96 | 5.81 | 5.20 | 5.42 | 7.10 | 4.40 | 4.72 | 5.81 | 19.20 |

MARKET PRICING SYSTEM LUMBER VALUES (\$/MBM)

FROM THE THREE MONTHS ENDED July 31, 2006

FOR MARKET PRICING STUMPAGE CALCULATIONS BETWEEN October 1 and 31, 2006

| AMV ZONE | BALSAM | CEDAR | FIR / LARCH | HEMLOCK | LODGE-POLE PINE | WHITE PINE | YELLOW PINE | SPRUCE |
|----------|--------|-------|-------------|---------|-----------------|------------|-------------|--------|
| 5 | 285 | 584 | 332 | 298 | 285 | 285 | | 285 |
| 6 | 298 | 584 | | 298 | 285 | | | 285 |
| 7 | 316 | 584 | 364 | 298 | 316 | 316 | 316 | 316 |
| 8 | 299 | 584 | 332 | 298 | 299 | 299 | 299 | 299 |
| 9 | 272 | | | | 272 | | | 272 |

| | |
|--|--------|
| B.C. C.P.I. (P110000) effective this period: | 128.2 |
| Bank of Canada - US Exchange Rate C\$/US\$ | 0.8942 |

For Appraisals Effective January 1, 1999

Zone 5: Northern Interior & Quesnel

Zone 6: Skeena

Zone 7: Southern Interior

Zone 8: Southern Cariboo

Zone 9: Fort Nelson - Peace

Prepared by Revenue Branch, Ministry of Forests and Range

MARKET PRICING SYSTEM LUMBER VALUES (\$/MBM)

FROM THE THREE MONTHS ENDED June 30, 2006

FOR MARKET PRICING STUMPAGE CALCULATIONS BETWEEN September 1 and 30, 2006

| AMV ZONE | BALSAM | CEDAR | FIR / LARCH | HEMLOCK | LODGE-POLE PINE | WHITE PINE | YELLOW PINE | SPRUCE |
|----------|--------|-------|-------------|---------|-----------------|------------|-------------|--------|
| 5 | 297 | 587 | 345 | 308 | 297 | 297 | | 297 |
| 6 | 308 | 587 | | 308 | 297 | | | 297 |
| 7 | 324 | 587 | 381 | 308 | 324 | 324 | 324 | 324 |
| 8 | 309 | 587 | 345 | 308 | 309 | 309 | 309 | 309 |
| 9 | 292 | | | | 292 | | | 292 |

| | |
|--|--------|
| B.C. C.P.I. (P110000) effective this period: | 128.1 |
| Bank of Canada - US Exchange Rate C\$/US\$ | 0.8856 |

For Appraisals Effective January 1, 1999

- Zone 5: Northern Interior & Quesnel
- Zone 6: Skeena
- Zone 7: Southern Interior
- Zone 8: Southern Cariboo
- Zone 9: Fort Nelson - Peace

Prepared by Revenue Branch, Ministry of Forests and Range

MARKET PRICING SYSTEM LUMBER VALUES (\$/MBM)

FROM THE THREE MONTHS ENDED May 31, 2006

FOR MARKET PRICING STUMPAGE CALCULATIONS BETWEEN August 1 and 31, 2006

| AMV ZONE | BALSAM | CEDAR | FIR / LARCH | HEMLOCK | LODGE-POLE PINE | WHITE PINE | YELLOW PINE | SPRUCE |
|----------|--------|-------|-------------|---------|-----------------|------------|-------------|--------|
| 5 | 310 | 560 | 387 | 320 | 310 | 310 | | 310 |
| 6 | 320 | 560 | | 320 | 310 | | | 310 |
| 7 | 332 | 560 | 412 | 320 | 332 | 332 | 332 | 332 |
| 8 | 319 | 560 | 387 | 320 | 319 | 319 | 319 | 319 |
| 9 | 296 | | | | 296 | | | 296 |

| | |
|--|--------|
| B.C. C.P.I. (P110000) effective this period: | 128.1 |
| Bank of Canada - US Exchange Rate C\$/US\$ | 0.8978 |

For Appraisals Effective January 1, 1999

Zone 5: Northern Interior & Quesnel

Zone 6: Skeena

Zone 7: Southern Interior

Zone 8: Southern Cariboo

Zone 9: Fort Nelson - Peace

Prepared by Revenue Branch, Ministry of Forests and Range

