

NOTIFICATION OF SUCCESSFUL EXCHANGE

March 2, 2016

The BCEMB conducted the first pile exchange on March 2, 2016. The timeline for the exchange was as follows:

1. January 1-February 2, 2016 – Accept offers for sale
2. February 3, 2016 – Notice of total quota offered for sale posted on the Quota Exchange page
3. February 3-March 1, 2016 – Accept offers to buy
4. March 1, 2016 - all offers to buy, including the 10% deposit, must be received by the Board office no later than 4 p.m.
5. March 2, 2016 – run the exchange, post results on the website
6. April 6, 2016 – Quota transfers to occur

The market clearing price for the quota exchange on March 2, 2016 will be \$345.00 for each unit of Layer Quota. This represents the weighted average selling price for the quota exchanges occurring over the last three years, rounded to the nearest \$5.

56,909 quota units were offered for sale on the March 2, 2016 quota exchange.

141,600 quota units were requested for purchase by 17 purchasers.

The quota units were distributed as per the procedures found in Schedule 8 of the Consolidated Orders.

March 2, 2016 Quota Exchange Summary

# of Buyers	17				
Applicant #	Pool*	Maximum Purchase Request	Minimum Purchase Request	Amount Received (Pools A & B)	% Requested**
1	B	20000	0	3941	20%
2 - New Producer	A-B	6000	4000	4084	67%
3	B	1000	0	1000	100%
4	B	2000	0	2000	100%
5 - New Producer	A-B	10000	0	4085*	40%
6	A-B	2500	0	2500	100%
7	B	1000	0	1000	100%
8 - New Producer	A-B	8000	2000	4085*	50%
9	B	20000	0	3941	20%
10	B	8000	0	3941	49%
11	A-B	2100	0	2100	100%
12	B	7000	0	3941	56%
13 - New Producer	A-B	10000	3000	4084	40%
14 - New Producer	A-B	7000	3000	4084	57%
15	B	7000	0	3941	56%
16	B	20000	0	3941	20%
17	B	10000	0	3941	39%
Total		141600		56609	
Total Quota Distributed		56609			

- ❖ The quota was under-distributed by 2 units as each quota unit must remain a whole number. Two applicants from pool A were selected, by way of random draw, to receive one additional quota unit each. The applicants drawn were #5 and #8.

The offer to buy fill rate was 40%, the price per unit on the June 1, 2016 exchange will be \$350.00.

If you would like to provide feedback on the exchange process, please complete the survey (<https://www.surveymonkey.com/r/QEAdmin>).

Below is the distribution of Quota between Pools A & B. If you have any questions regarding this process, please contact Katie Lowe, Manager Operations & Logistics at katiel@bcegg.com

Total Units for Sale 56609
 Total Units Requested 141600
 Offer to Buy Fill Rate*** 40%

Pool A First 1000 Layers					
	7	Each buyer gets 143			
Applicant #	Pool*	Purchase Request	Minimum Purchase Request	Amount Received from Pool A	% Requested **
2 - New Producer	A	6000	4000	143	2%
5 - New Producer	A	10000	0	144	1%
6	A	2500	0	143	6%
8 - New Producer	A	8000	2000	144	2%
11	A	2100	0	143	7%
13 - New Producer	A	10000	3000	143	1%
14 - New Producer	A	7000	3000	143	2%
Total		45600		1003	
If Pool A is under-distributed, add		1			
Available for Pool B		55608			
Pool B Balance					
	17	Each buyer gets 3941			
Applicant #	Pool*	Maximum Purchase Request	Minimum Purchase Request	Amount Received from Pool B	% Requested **
2 - New Producer	A-B	5857	4000	3941	67%
1	B	20000	0	3941	20%
3	B	1000	0	1000	100%
4	B	2000	0	2000	100%
5 - New Producer	A-B	9857	0	3941	40%
6	A-B	2357	0	2357	100%
7	B	1000	0	1000	100%
8 - New Producer	A-B	7857	2000	3941	50%
9	B	20000	0	3941	20%
10	B	8000	0	3941	49%
11	A-B	1957	0	1957	100%
12	B	7000	0	3941	56%
13 - New Producer	A-B	9857	3000	3941	40%
14 - New Producer	A-B	6857	3000	3941	57%
15	B	7000	0	3941	56%
16	B	20000	0	3941	20%
17	B	10000	0	3941	39%
Total		140599		55606	
If Pool B is under-distributed, add		670			
Total Quota Distributed		56609			

The quota was under-distributed by 2 units as each quota unit must remain a whole number. Two applicants from pool A were selected, by way of random draw, to receive one additional quota unit each. The applicants drawn were #5 & #8.