

NAME OF UNDERTAKING:

PROPONENT:

- (i) Name of Corporate Body: Blue Ocean Sea Products Ltd.
- (ii) Address: 125 Water St. Harbour Grace, NL A0A 2M0
- (iii) Chief Executive Officer:
 - Name: Chris Babb
 - Official Title: Chief Executive Officer
 - Address: 69 Water St. East, Harbour Grace, NL A0A 2M0
 - Telephone No: (709) 687-1532
- (iv) Principal Contact Person for purposes of environmental assessment:
 - Name: Rod Reynolds
 - Official Title: President
 - Address: P.O. Box 308, Riverhead, Harbour Grace, NL A0A 3P0
 - Telephone No: (709) 746-1980

THE UNDERTAKING:

- (i) Nature of the Undertaking: Secondary Seafood Processing.
- (ii) Purpose/Rationale/Need for the Undertaking: To produce seafood for a new developing market. This in turn will provide employment to the area.

DESCRIPTION OF THE UNDERTAKING:

- (i) **Geographical Location:**

The proposed site is a steel building located at 125 Water St., Harbour Grace, NL that has been there for forty years. It is fully serviced with water and sewer by the municipal system. This area is zoned commercial and is fully accessible by the town's road system. The business will be operated as a secondary seafood processing facility. This building is located within 5 km of emergency services such as the Fire Department, Police Department and the Carbonear General Hospital. Please find attached the survey for the building and property as well as topographic maps of the building and surrounding area.
- (ii) **Physical Features:**

The building is located next to a cold storage facility as well as a public wharf. It is also located within 1 km of a Primary Seafood processing plant. This operation will not affect any surrounding business, wildlife, water or residential well being.

(iii) **Construction:**

The building will undergo some renovation inside. Estimated start date is November 15-30, 2009. We expect the construction phase to be completed by March 15-30, 2010. The construction phase will not have any source of pollution. All solid waste created will be properly disposed of by a local Waste Management Company (ie: lumber, gyprock, etc). There will not be any resource conflicts in construction of this project.

(iv) **Operation:**

The operation will be a secondary seafood processing facility that will produce smoked and dried seafood products. The plant will be in operation 12 months a year. During the operation of the plant, fish will be smoked using natural wood smoke. The system will vent by way of a pipe with a minimal amount of wood smoke. Brine solution, as well as cleaning solutions, will be disposed of by way of existing system. Solid waste such as cardboard, etc. will be disposed of by local commercial garbage disposal system. We will not have fish offal because we will be using fish that has already been processed by a primary plant. There are no resource conflicts with this operation.

(v) **Occupations:**

During the construction of our facility there will be four people hired to renovate the building. There will be two carpenters and two labourers. There will also be contractors working on the construction site such as plumbers, electricians, refrigeration engineers as well as an engineering company. During the operational aspect of the business we will require two office staff and four to six labourers. Contractors for the operational side will be pest control as well as solid waste (garbage) removal. Employees will be both male and female. We are an equal opportunity company.

(vi) **Project-Related Documents:**

This is a new project and there have been no related documents generated.

APPROVAL OF THE UNDERTAKING:

For this project to be fully approved and authorized it needs to have the following:

- (i) Approved processing licence - Dept of Fisheries
Government of NL
Contact: Ian Burford
- (ii) Environmental assessment - Dept of Environment
Government of NL

- (iii) Canadian Food Inspection Agency License Approval - Government of Canada
- (iv) Municipal Council - Business permit

SCHEDULE:

Project construction could commence on November 30th which gives all necessary agencies time to approve project and time for us to order materials for start up. The project should not begin any later than the end of December to give time for it's completion so that the facility can begin operation in early spring of 2010 to utilize the entire commercial fishing season.

FUNDING:

Funding for this project will be requested from the Atlantic Canada Opportunities Agency as well as The BDC, and Dept of Innovation Trade and Rural Development. The total capital cost for this project will be \$800,000.

September 23, 2009

Chris Babb, CEO