

March 8, 2018

Matt Drake
Chesapeake Shores S3 Productions Inc.
4300 North Fraser Way
Burnaby, BC V5J 0B3

Dear Matt:

This Letter of Understanding confirms our agreement that the CMPA-BC Collective Agreement with ACFC West, Local 2020 Unifor, as ratified March 20th, 2016, (the "CMPA-BC Master"), shall apply to the TV Series "Chesapeake Shores Season 3" under the company name Chesapeake Shores S3 Productions Inc. ("Chesapeake Shores Season 3"):

Pursuant to Article 2.02 of the CMPA-BC Master, the following enabling shall apply to Chesapeake Shores Season 3 based on the production primarily shooting on Vancouver Island:

- Use of the 2017 'Low Budget Features & Television' rates. For example, the Key Grip scale rate will be \$29.00 per hour and the Grip scale rate will be \$23.50 per hour.
- A "Studio Zone" will be established in or around the Town of Parksville as per Article 9.01 (c) of the collective agreement with the exception that the zone can exceed twenty five kms., but not one-half hour.
- The per diem as per 9.03 (iii) will be adjusted to as follows:

Breakfast: \$10 Lunch: \$15 Dinner: \$20

- Due to the lack of experienced security members in the area we will allow the security department rates to be \$17.00 for a security guard. However, security will still fall under our contract.
- Union fringes to be 10.5 % as follows:

Vacation Pay:	4.0 %
Retirement Plan	.5 %
Union Levy:	.5 %
Health & Welfare	5.5 %

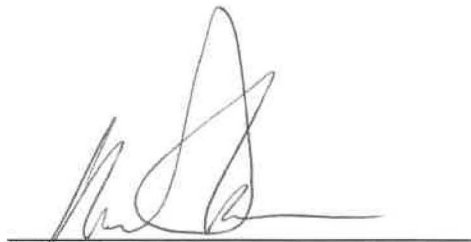
All other terms and conditions of the CMPA-BC Collective Agreement with ACFC West, Local 2020 Unifor will remain in effect.

Congratulations and all the best on your project.

Agreed to and accepted upon signing by both parties:



Ken Frost
ACFC West, Local 2020 Unifor



Matt Drake
Producer



Greg Chambers
ACFC West, Local 2020 Unifor

Date Signed: 8 day of MARCH, 2018