

200 SEP 22 PM 3: 27

Johnson Prairie. Timber SaleK-56015B**TIMBER DEED**

U.S. TIMBERLANDS KLAMATH FALLS, L.L.C., a Delaware limited liability company ("Grantor"), for and in consideration of Ten Dollars (\$10) and other good and valuable consideration in hand paid, receipt of which is hereby acknowledged, conveys to Michigan California Lumber Company. ("Grantee"), all of the "Conveyed Timber" (as defined below) on those certain parcels of land situated in Klamath County, Oregon, described below, free of encumbrances except as set forth in Exhibit "B" attached hereto and incorporated herein:

SEE EXHIBIT "A" ATTACHED HERETO
AND INCORPORATED HEREIN (the "Land")

As used herein, the term "Conveyed Timber" shall mean all timber now standing, growing, lying or being on the Land which, as of the date of this Deed, or through growth, during the term hereof, meets the specifications for "Covered Products" set forth in the Lump Sum Timber Sale Agreement dated September 8, 2000 between the Grantor and the Grantee ("Agreement").

Grantee shall have until September 30, 2003 (the "Termination Date") to cut and remove the Conveyed Timber. Provided however, at the election of Grantee, the Termination Date shall be extended during General Operating Seasons for the period of any delay(s) in Grantee's harvest and removal of the Conveyed Timber upon the terms and conditions set forth in Section 1.6 of the Agreement.

On the Termination Date, all right, title and interest in and to any remaining Conveyed Timber shall revert automatically to the Grantor herein, its successors and assigns, without the requirement of any action by any party hereto.

This Timber Deed has been executed and delivered, and accepted, subject to the terms and provisions of the Agreement between Grantor and Grantee, the terms and conditions of which are incorporated herein.

EXECUTED as of the 13th day of September, 2000.

GRANTOR: —

U.S. TIMBERLANDS KLAMATH FALLS,
L.L.C., a Delaware limited liability company

By: U.S. TIMBERLANDS SERVICES, L.L.C.

By: Robert A Broadhead

Name: Robert A Broadhead

Its: _____

K36

STATE OF OREGON)
) ss.
County of Klamath)

This instrument was acknowledged before me on September 22, 2000, by Robert A. Broadhead for Martin Lugas, Vice President of U.S. Timberlands Klamath Falls, a/an Delaware limited liability company.



Catherine Gray
NOTARY PUBLIC FOR OREGON
My Commission Expires: May 6, 2004

Upon recording return to:

Bill Turner
Michigan-California Lumber Company
P. O. Box 766
Yreka, CA 96099

JOHNSON PRAIRIE TIMBER DEED SALE

Portions of the following:	NE $\frac{1}{4}$ NE $\frac{1}{4}$	Section 4, T39S, R5E
	SW $\frac{1}{4}$ NE $\frac{1}{4}$	" "
	SE $\frac{1}{4}$ NE $\frac{1}{4}$	" "
	SE $\frac{1}{4}$ SW $\frac{1}{4}$	" "
	NE $\frac{1}{4}$ NW $\frac{1}{4}$	" "
	NW $\frac{1}{4}$ NW $\frac{1}{4}$	" "
	SW $\frac{1}{4}$ NW $\frac{1}{4}$	" "
	SE $\frac{1}{4}$ NW $\frac{1}{4}$	" "
	NW $\frac{1}{4}$ NE $\frac{1}{4}$	Section 7, T39S, R5E
	SW $\frac{1}{4}$ NE $\frac{1}{4}$	" "
	SE $\frac{1}{4}$ NE $\frac{1}{4}$	" "
	NE $\frac{1}{4}$ NW $\frac{1}{4}$	" "
	NW $\frac{1}{4}$ NW $\frac{1}{4}$	" "
	SW $\frac{1}{4}$ NW $\frac{1}{4}$	" "
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	SW $\frac{1}{4}$ SW $\frac{1}{4}$	" "
	SE $\frac{1}{4}$ SW $\frac{1}{4}$	" "
	NE $\frac{1}{4}$ SE $\frac{1}{4}$	" "
	NW $\frac{1}{4}$ SE $\frac{1}{4}$	" "
	SW $\frac{1}{4}$ SE $\frac{1}{4}$	" "
	SE $\frac{1}{4}$ SE $\frac{1}{4}$	" "
	NE $\frac{1}{4}$ NE $\frac{1}{4}$	Section 9, T39S, R5E
	NW $\frac{1}{4}$ NE $\frac{1}{4}$	" "
	SW $\frac{1}{4}$ NE $\frac{1}{4}$	" "
	SE $\frac{1}{4}$ NE $\frac{1}{4}$	" "
	SE $\frac{1}{4}$ NW $\frac{1}{4}$	" "
	NE $\frac{1}{4}$ SW $\frac{1}{4}$	" "
	NE $\frac{1}{4}$ SE $\frac{1}{4}$	" "
	NW $\frac{1}{4}$ SE $\frac{1}{4}$	" "
	SE $\frac{1}{4}$ SE $\frac{1}{4}$	" "
	NW $\frac{1}{4}$ NW $\frac{1}{4}$	Section 10, T39S, R5E
	SW $\frac{1}{4}$ NW $\frac{1}{4}$	" "
	SE $\frac{1}{4}$ NW $\frac{1}{4}$	" "
	NE $\frac{1}{4}$ SW $\frac{1}{4}$	" "
	NW $\frac{1}{4}$ SW $\frac{1}{4}$	" "
	SW $\frac{1}{4}$ SW $\frac{1}{4}$	" "
	NE $\frac{1}{4}$ NE $\frac{1}{4}$	Section 16, T39S, R5E
	NE $\frac{1}{4}$ NW $\frac{1}{4}$	Section 18, T39S, R5E
	NW $\frac{1}{4}$ NW $\frac{1}{4}$	" "
	SE $\frac{1}{4}$ NW $\frac{1}{4}$	" "

EXHIBIT B
TO
TIMBER DEED

Exceptions to Title

None

State of Oregon, County of Klamath
Recorded 09/22/00, at 3:27 p.m.
In Vol. M00 Page 34865
Linda Smith,
County Clerk Fee\$ 36⁰⁰