

**After recording return to:**

Tom Varley  
D. R. Johnson Lumber  
P.O. Box 66  
Riddle, OR 97469

This space reserved for recorder's use.

**Until a change is requested, all Severance and Harvest tax statements shall be sent to Grantee at the following address:**

D. R. Johnson Lumber  
P. O. Box 66  
Riddle, OR 97469

**GRANTOR: U.S. TIMBERLANDS KLAMATH FALLS, L.L.C.**

**GRANTEE: D.R. Johnson Lumber Company**

**West Side 2001 Timber Sale**

**STATUTORY WARRANTY TIMBER DEED**

U.S. TIMBERLANDS KLAMATH FALLS, a Delaware limited liability company ("Grantor") conveys and warrants to D. R. Johnson 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")

The true consideration for this conveyance is the sum of \$ 10.00

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 ("Agreement"), which is defined below.

Grantee shall have until May 4, 2004 (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. If any such extension shall apply, Grantee shall use its best efforts to complete its full performance hereunder as soon as possible thereafter.

On the Termination Date, all right, title and interest in and to any remaining Conveyed Timber shall revert automatically to the Grantor herein, it 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, dated May 4, 2001 between Grantor and Grantee, the terms and conditions of which are incorporated herein.

THIS INSTRUMENT WILL NOT ALLOW USE OF THE PROPERTY DESCRIBED IN THIS INSTRUMENT IN VIOLATION OF APPLICABLE LAND USE LAWS AND REGULATIONS. BEFORE SIGNING OR ACCEPTING THIS INSTRUMENT, THE PERSON ACQUIRING FEE TITLE TO THE PROPERTY SHOULD CHECK WIT THE APPROPRIATE CITY OR COUNTY PLANNING DEPARTMENT TO VERIFY APPROVED USES.

Executed as of the 4th day of May 2001.

GRANTOR:

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

By: \_\_\_\_\_

Name: \_\_\_\_\_

Its: \_\_\_\_\_

*Manson L. Lewis*  
*Manson L. Lewis*  
*General Manager*

STATE OF OREGON           )  
  ) ss.  
COUNTY OF KLAMATH\_ )

The foregoing instrument was acknowledged before me this 4th day of May 2001, by Martin Lugas as General Manager of U.S. Timberlands Klamath Falls, L.L.C., a Delaware limited liability company.



Catherine Gray  
Notary Public for Oregon  
My commission expires: 5/6/04

## EXHIBIT A

## WEST SIDE 2001 TIMBER DEED

Portions of the following:	NE $\frac{1}{4}$ NE $\frac{1}{4}$	Section 30, T39S, R4E
	NW $\frac{1}{4}$ NE $\frac{1}{4}$	" " "
	SE $\frac{1}{4}$ SE $\frac{1}{4}$	" " "
	SW $\frac{1}{4}$ SE $\frac{1}{4}$	" " "
	NW $\frac{1}{4}$ SE $\frac{1}{4}$	" " "
	NE $\frac{1}{4}$ SW $\frac{1}{4}$	" " "
	SE $\frac{1}{4}$ SW $\frac{1}{4}$	" " "
	NW $\frac{1}{4}$ SW $\frac{1}{4}$	" " "
	NW $\frac{1}{4}$	" " "
Portions of the following:	SW $\frac{1}{4}$ SE $\frac{1}{4}$	Section 19, T40S, R5E
	SE $\frac{1}{4}$ SW $\frac{1}{4}$	" " "
Portions of the following:	SE $\frac{1}{4}$ SW $\frac{1}{4}$	Section 27, T40S, R5E
	SW $\frac{1}{4}$ SW $\frac{1}{4}$	" " "
Portions of the following:	SE $\frac{1}{4}$ SE $\frac{1}{4}$	Section 28, T40S, R5E
Portions of the following:	SW $\frac{1}{4}$ NE $\frac{1}{4}$	Section 30, T40S, R5E
	NW $\frac{1}{4}$ NE $\frac{1}{4}$	" " "
	NE $\frac{1}{4}$ SW $\frac{1}{4}$	" " "
	NW $\frac{1}{4}$ SW $\frac{1}{4}$	" " "
	NW $\frac{1}{4}$	" " "
Portions of the following:	NE $\frac{1}{4}$	Section 33, T40S, R5E
Portions of the following:	NE $\frac{1}{4}$ NW $\frac{1}{4}$	Section 34, T40S, R5E
	SW $\frac{1}{4}$ NW $\frac{1}{4}$	" " "
	NW $\frac{1}{4}$ NW $\frac{1}{4}$	" " "
Portions of the following:	SW $\frac{1}{4}$ SW $\frac{1}{4}$	Section 27, T38S, R6E
	NW $\frac{1}{4}$ SW $\frac{1}{4}$	" " "
Portions of the following:	NE $\frac{1}{4}$ NE $\frac{1}{4}$	Section 28, T38S, R6E
	SE $\frac{1}{4}$ NE $\frac{1}{4}$	" " "
	SE $\frac{1}{4}$	" " "
	NW $\frac{1}{4}$ SW $\frac{1}{4}$	" " "
	SE $\frac{1}{4}$ NW $\frac{1}{4}$	" " "
	SW $\frac{1}{4}$ NW $\frac{1}{4}$	" " "
Portions of the following:	NW $\frac{1}{4}$ NE $\frac{1}{4}$	Section 33, T38S, R6E

## EXHIBIT A - Continued

## WEST SIDE 2001 TIMBER DEED

Portions of the following:	SW $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$	Section 23, T39S, R6E " " "
Portions of the following:	SE $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$ SW $\frac{1}{4}$ NW $\frac{1}{4}$	Section 25, T39S, R6E " " " " " " " " "
Portions of the following:	SE $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$ NE $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$	Section 26, T39S, R6E " " " " " " " " " " " " " " " " " "
Portions of the following:	NE $\frac{1}{4}$ NW $\frac{1}{4}$ NW $\frac{1}{4}$ NW $\frac{1}{4}$	Section 36, T39S, R6E " " "
Portions of the following:	SE $\frac{1}{4}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$	Section 8, T40S, R6E " " "
Portions of the following:	NE $\frac{1}{4}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$	Section 19, T40S, R6E " " " " " "
Portions of the following:	SE $\frac{1}{4}$ NE $\frac{1}{4}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$ SE $\frac{1}{4}$	Section 25, T40S, R6E " " " " " "
Portions of the following:	NE $\frac{1}{4}$ NE $\frac{1}{4}$ SE $\frac{1}{4}$ NE $\frac{1}{4}$ NW $\frac{1}{4}$ NE $\frac{1}{4}$ SE $\frac{1}{4}$	Section 36, T40S, R6E " " " " " " " " "

**EXHIBIT B**

**Encumbrances**

Easements, reservations and restrictions of record.

\_\_\_\_\_  
State of Oregon, County of Klamath  
Recorded 05/31/01, at 8:53 a.m.  
In Vol. M01 Page 25012  
*Linda Smith,*  
County Clerk Fee\$ 46<sup>00</sup>