

Cathy Gray  
c/o U.S. Timberlands Klamath Falls, L.L.C.  
P. O. Box 10  
Klamath Falls, OR 97601

State of Oregon, County of Klamath  
Recorded 05/24/2002 11:47 a. m.  
Vol M02, Pg 30905-15  
Linda Smith, County Clerk  
Fee \$ 71.00 # of Pgs 11

**Until a change is requested, all  
severance and harvest tax state-  
ments shall be sent to Grantee  
at the following address:**

oc/ U.S. Timberlands Services Yakima, LLC  
625 Madison Avenue, Suite 10-B  
New York, NY 10022

**TIMBER DEED  
(2002 Antelope Timber Sale)**

U.S. TIMBERLANDS YAKIMA, 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 U.S. TIMBERLANDS SERVICES YAKIMA, LLC, a Delaware limited liability company ("Grantee"), all of the "Conveyed Timber" (as defined below) located on the land situated in Klamath County, Oregon, described on Exhibit A (the "Land") and more specifically, within the areas depicted on the maps marked Exhibit B. Exhibits A and B are attached hereto and incorporated herein.

The true and actual cash consideration for this conveyance is: \$10.00.

As used herein, the term "Conveyed Timber" shall mean all timber now standing, growing, lying or being on the Land within the areas depicted on Exhibit B 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 April 30, 2002 between Grantor and Grantee.

Grantee shall have until May 1, 2005 (the "Termination Date") to cut and remove the Conveyed Timber. 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 notice, deed or any other action by any party hereto. Provided however, in the event Grantee's harvest or removal of the Covered Products is delayed or prevented due to causes beyond Grantee's reasonable control, the Termination Date may be extended on the terms and conditions set forth in Section 1.6 of the Agreement.

To the extent necessary, Grantee may use the road system on the Land and construct and improve the same for the purposes referenced above, provided that Grantee shall maintain the roads in serviceable, usable condition. Grantee shall abide by all laws applicable to its activities on the Land, except, however, Grantor shall satisfy any reforestation obligations and pay all timber taxes that arise by virtue of the cutting and removal of Conveyed Timber from the Land.

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 WITH THE APPROPRIATE CITY OR COUNTY PLANNING DEPARTMENT TO VERIFY APPROVED USES AND TO DETERMINE ANY LIMITS ON LAWSUITS AGAINST FARMING OR FOREST PRACTICES AS DEFINED IN ORS 30.930.

Dated this 30<sup>th</sup> day of April, 2002.

GRANTOR:

U.S. TIMBERLANDS YAKIMA, L.L.C.

By U.S. TIMBERLANDS SERVICES  
COMPANY, L.L.C., its Sole Manager

By   
Martin Lugus, Authorized Representative

STATE OF OREGON           )  
                                           ) ss.  
 COUNTY OF KLAMATH       )

On the 30th day of April, 2002, before me personally came Martin Lugas, to me known, who, being by me duly sworn, did depose and say that he resides at 6400 Highway 66, Klamath Falls, Oregon 97601; that he is the Authorized Representative of U.S. TIMBERLANDS SERVICES COMPANY, L.L.C., the limited liability company that executed the foregoing instrument as Manager of U.S. TIMBERLANDS YAKIMA, L.L.C., the grantor therein; and that he signed his name thereto by authority of the board of directors of said limited liability company, as Manager.



Catherine Gray  
 Notary Public

(Seal)

**EXHIBIT A****Klamath County**

**STANDING TIMBER ON THE FOLLOWING DESCRIBED PROPERTY IS  
LOCATED IN KLAMATH COUNTY, OREGON,**

**TOWNSHIP 29 SOUTH, RANGE 10 EAST, W.M.:**

SECTION 1: GOVERNMENT LOTS 1 AND 2; SOUTH HALF OF THE  
NORTHEAST QUARTER

**TOWNSHIP 28 SOUTH, RANGE 11 EAST, W.M.:**

SECTION 7: EAST HALF OF THE NORTHEAST QUARTER; SOUTHWEST  
QUARTER OF THE NORTHEAST QUARTER; SOUTHEAST  
QUARTER; EAST HALF OF THE SOUTHWEST QUARTER;  
SOUTHEAST QUARTER OF THE NORTHWEST QUARTER

SECTION 8: SOUTHWEST QUARTER; SOUTHWEST QUARTER OF THE  
NORTHWEST QUARTER

SECTION 17: NORTH HALF OF THE SOUTHWEST QUARTER; NORTHWEST  
QUARTER

SECTION 18: NORTHEAST QUARTER; NORTHEAST QUARTER OF THE  
SOUTHEAST QUARTER; EAST HALF OF THE NORTHWEST  
QUARTER

SECTION 19: GOVERNMENT LOTS 3 AND 4; EAST HALF OF THE  
SOUTHWEST QUARTER

SECTION 30: GOVERNMENTS LOTS 1, 2, 3 AND 4; EAST HALF OF THE  
WEST HALF; SOUTHWEST QUARTER OF THE SOUTHEAST  
QUARTER

SECTION 31: GOVERNMENTS LOTS 1, 2 AND 4; SOUTHEAST QUARTER OF  
THE NORTHEAST QUARTER; NORTHEAST QUARTER OF THE  
SOUTHEAST QUARTER; SOUTHWEST QUARTER OF THE  
SOUTHEAST QUARTER; SOUTHEAST QUARTER OF THE  
SOUTHWEST QUARTER; EAST HALF OF THE NORTHWEST  
QUARTER

(continued)

**TOWNSHIP 28 SOUTH, RANGE 11 EAST, W.M.:**

SECTION 32:        NORTHWEST QUARTER OF THE SOUTHEAST QUARTER;  
                          NORTHWEST QUARTER OF THE SOUTHWEST QUARTER;  
                          WEST HALF OF THE SOUTHWEST QUARTER

SECTION 36:        EAST HALF OF THE EAST HALF

**TOWNSHIP 29 SOUTH, RANGE 11 EAST, W.M.:**

SECTION 1:        GOVERNMENT LOT 1; SOUTHEAST QUARTER OF THE  
                          NORTHWEST QUARTER; EAST HALF OF THE SOUTHEAST  
                          QUARTER

SECTION 6:        GOVERNMENTS LOTS 3, 4 AND 5

State : Oregon  
County : Klamath  
Tract : North District

Operator: \_\_\_\_\_

Start Date: \_\_\_\_\_

Written Plan Req'd: NO

Laid Out By: BH \_\_\_\_\_ Date Laid Out: 02/02 \_\_\_\_\_

Plan # 7606

Project : 2002 Harvest Units

Setting Number : \_\_\_\_\_

30910



Owner : U.S. Timberlands

Township : 28S; 29S

Range : 11E;

Section : 31,32; 6

Map Scale 1:14000

Date : 3/8/2002 Diane

1000 0 1000 2000 Feet

Note On Ribbon Colors:

Outside Boundary Of Harvest Units = Pink Ribbon

P.Cut Only = Pink Ribbon

C.Cut Only = Pink And Lime Glo Ribbon

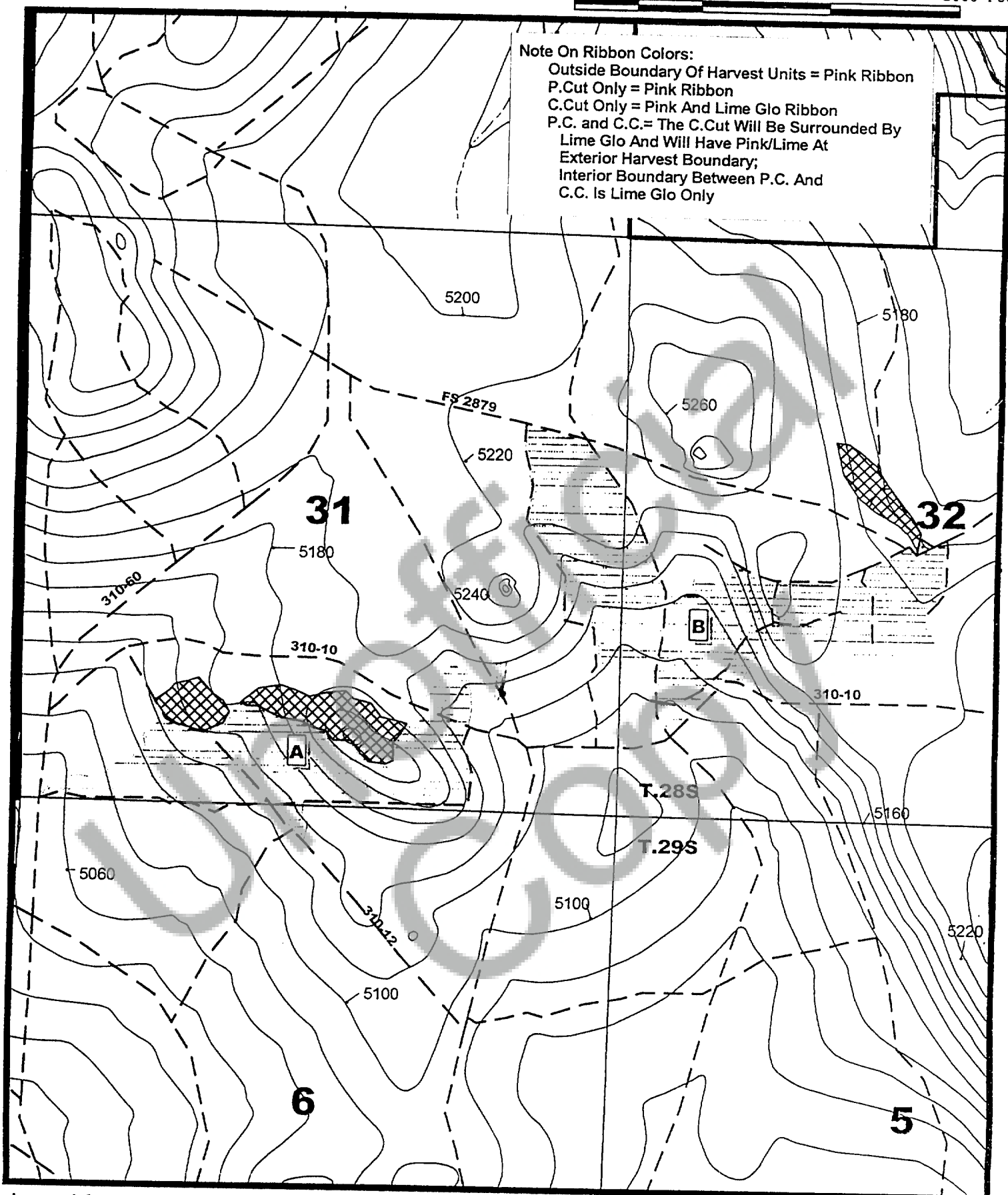
P.C. and C.C. = The C.Cut Will Be Surrounded By

Lime Glo And Will Have Pink/Lime At

Exterior Harvest Boundary;

Interior Boundary Between P.C. And

C.C. Is Lime Glo Only



Imagery Information : 1999 IRS; Photo 99-86-3 & 99-89-4

Unit # Acres Harvest Prescription

"A" 58 ac. C.Cut-- Cut all species to minimum merch specs.;  
PROTECT all sub-Rx trees

"B" 91 ac C.Cut-- Cut all species to minimum merch specs.;  
PROTECT all sub-Rx trees

Total: 149 ac.

FPA Requirements: Two Up: Within WHA for units "A,B"  
Two Down: Two per acre req'd for units "A,B"  
Other: Protect All Sub Rx Trees

Nroads.shp

Dirt Rds

Improved Rds

Paved Rds.

Property Line Nowner1.shp

Rr1.shp

SECTION LINES Nedt\_pls.shp

Digitized Streams Nstream3

20' USGS Contours Ncontour

H7606e

Clearcut

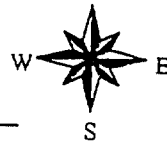
WHA'S-- Blue Ribbon



State : Oregon  
County : Klamath  
Tract : North District  
Operator: \_\_\_\_\_  
Start Date: \_\_\_\_\_  
Written Plan Req'd: NO  
Laid Out By: BH \_\_\_\_\_ Date Laid Out: 02/03 \_\_\_\_\_

Plan # 7618  
Project : 2002 Harvest Units  
Setting Number : \_\_\_\_\_

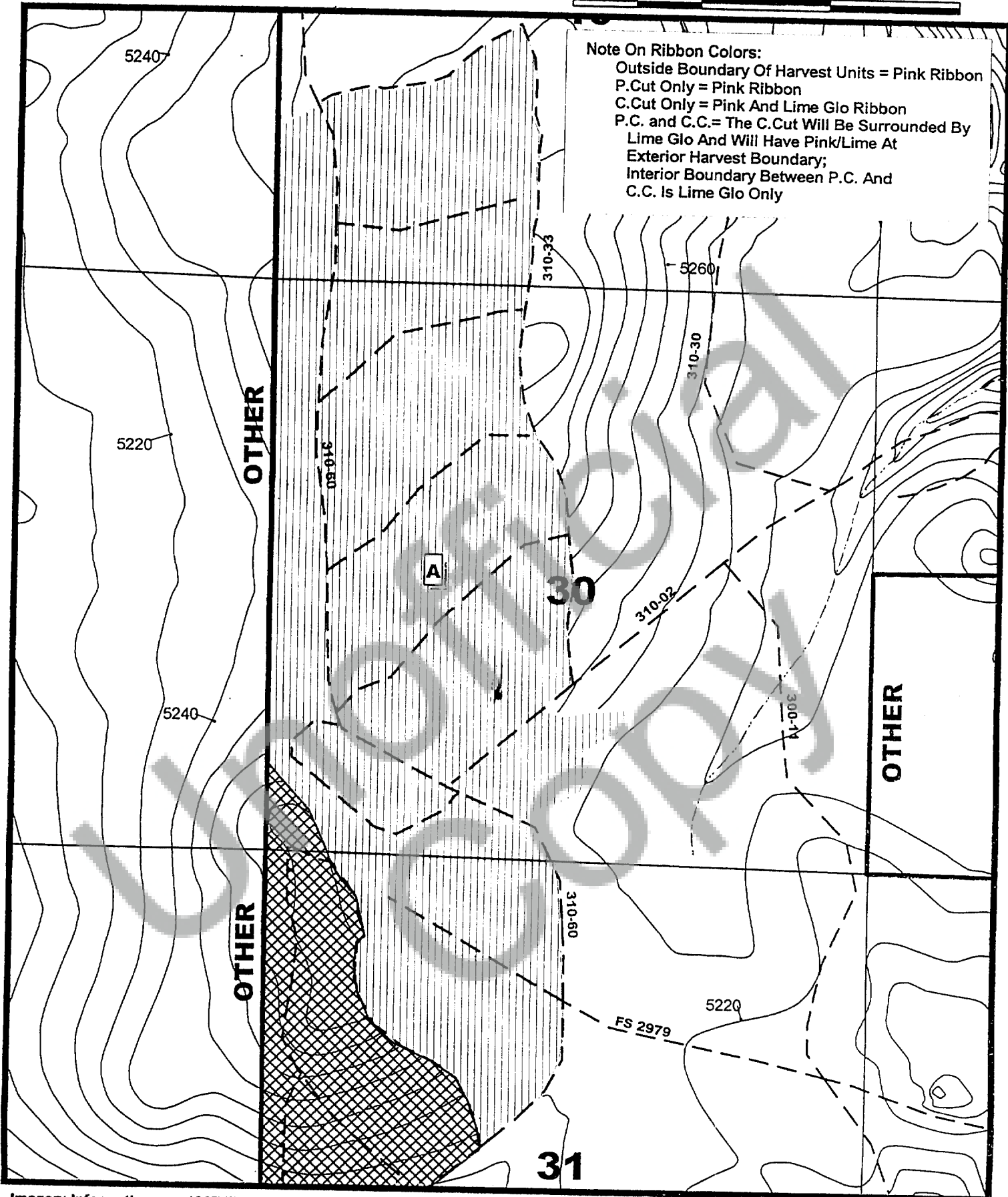
30911



Owner : U.S. Timberlands  
Township : 28S  
Range : 11E;  
Section : 19, 30, 31  
Map Scale 1:14000  
Date : 3/07/2003 Diane

1000 0 1000 2000 Feet

Note On Ribbon Colors:  
Outside Boundary Of Harvest Units = Pink Ribbon  
P.Cut Only = Pink Ribbon  
C.Cut Only = Pink And Lime Glo Ribbon  
P.C. and C.C.= The C.Cut Will Be Surrounded By  
Lime Glo And Will Have Pink/Lime At  
Exterior Harvest Boundary;  
Interior Boundary Between P.C. And  
C.C. Is Lime Glo Only



Imagery Information : 1997 IRS; Photo 99-86-4,5,6

Unit # Acres Harvest Prescription

"A" 498 ac. P.Cut- Overstory Removal- Minimum Merch All Species

Total: 498 ac.

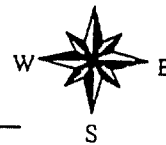
FPA Requirements: Two Up: Within WHA for units "A"  
Two Down: Two per acre req'd for units "A"  
Other: Protect All Sub Rx Trees

- Nroads.shp
- Dirt Rds
- Improved Rds
- Paved Rds.
- Property Line Nowner1.shp
- Rr11.shp
- SECTION LINES Nedt\_pls.shp
- H7618e
- Partial Cut
- WHA'S-- Blue Ribbon
- Digitized Streams Nstream3
- 20' USGS Contours Ncontour

State : Oregon  
County : Klamath  
Tract : North District  
Operator: \_\_\_\_\_  
Start Date: \_\_\_\_\_  
Written Plan Req'd: NO  
Laid Out By: BH Date Laid Out: 02/02

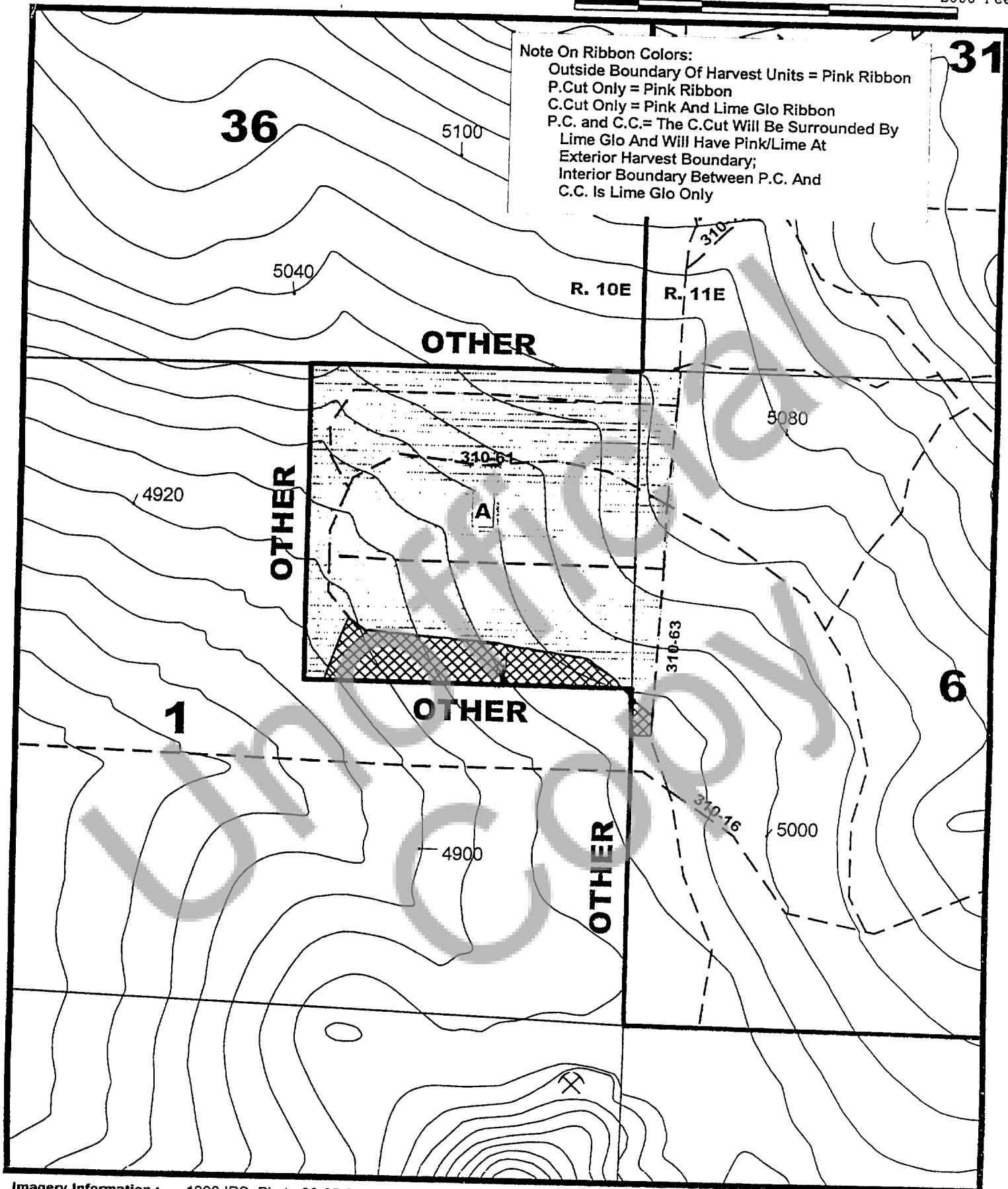
Plan # 7619  
Project : 2002 Harvest Units  
Setting Number : \_\_\_\_\_

30912



Owner : U.S. Timberlands  
Township : 29S  
Range : 10E; 11E  
Section : 1; 6  
Map Scale 1:12000  
Date : 3/8/2002 Diane

1000 0 1000 2000 Feet



Imagery Information : 1999 IRS; Photo 99-85-2

Unit # Acres Harvest Prescription

"A" 149 ac. P.Cut-- Overstory Removal-- Minimum Merch All Species

EXHIBIT

Total: 149 ac.

FPA Requirements: Two Up: Within WHA for units "A"  
Two Down: Two per acre req'd for units "A"  
Other: Protect All Sub Rx Trees

- Property Line Nowner1.shp
- Nroads.shp
- Dirt Rds
- Improved Rds
- Paved Rds.
- Rr1.shp
- SECTION LINES Nedt\_pls.shp
- Digitized Streams Nstream3
- 20' USGS Contours Ncontour
- H7619e
- Clearcut
- WHA'S-- Blue Ribbon

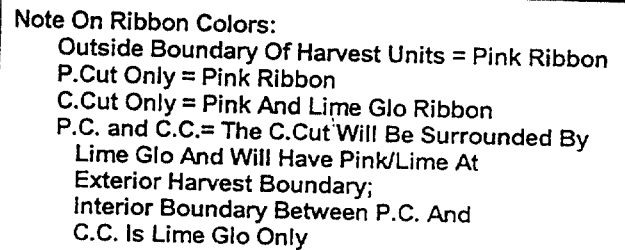


Laid Out By: BH Date Laid Out: 02/02

Setting Number : \_\_\_\_\_











Date : 3/06/2002 Diane

1000 2000 Feet



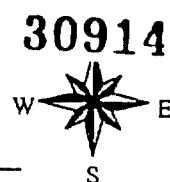
"A"	685 ac.	P.Cut-- Overstory Removal-- Minimum Merch All Species
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FPA Requirements: Two Up: Within WHA for units "A"  
Two Down: Two per acre req'd for units "A"  
Other: Protect All Sub Rx Trees

-  Roads.shp  
 Dirt Rds  
 Improved Rds  
 Paved Rds.  
 Property Line Nowner1.shp  
 SECTION LINES Nedt\_pls.shp  
 Digitized Streams Nstream3  
 20' USGS Contours Ncontour  
H7623e  
 Partial Cut  
 WHA'S-- Blue Ribbon

County : Klamath  
Tract : North District  
Operator: \_\_\_\_\_  
Start Date: \_\_\_\_\_  
Written Plan Req'd: Yes  
Laid Out By: BH Date Laid Out: 01/02

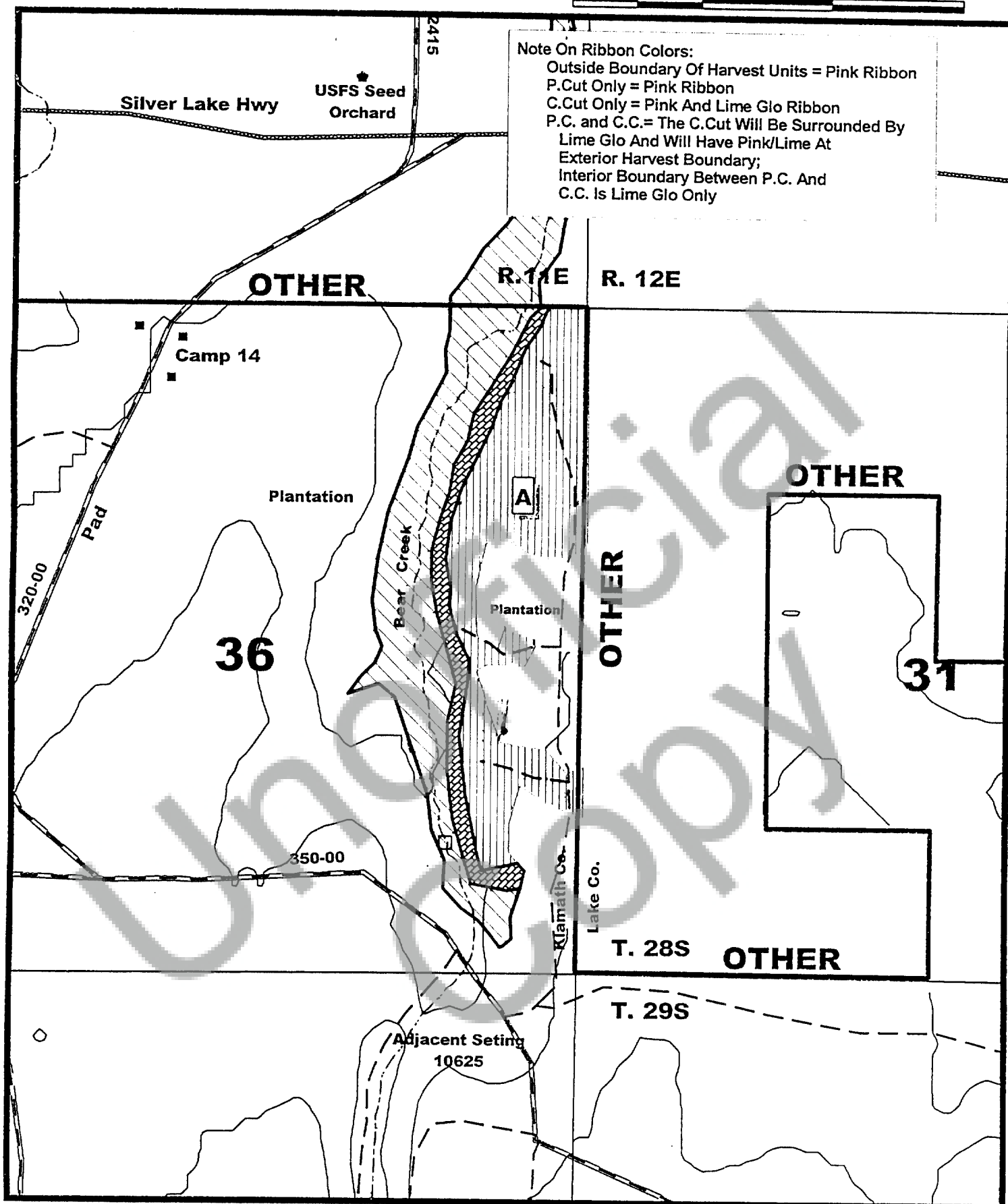
Project : 2002 Harvest Units  
Setting Number : \_\_\_\_\_



Township : 28S;  
Range : 11E;  
Section : 36  
Map Scale 1:12000  
Date : 2/19/2002 Diane

1000 0 1000 2000 Feet

Note On Ribbon Colors:  
Outside Boundary Of Harvest Units = Pink Ribbon  
P.Cut Only = Pink Ribbon  
C.Cut Only = Pink And Lime Glo Ribbon  
P.C. and C.C.= The C.Cut Will Be Surrounded By  
Lime Glo And Will Have Pink/Lime At  
Exterior Harvest Boundary;  
Interior Boundary Between P.C. And  
C.C. Is Lime Glo Only



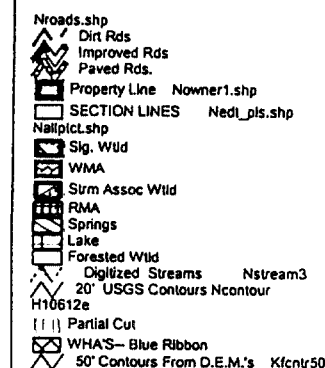
Imagery Information : 1997 IRS; Photo 99-98-4

Unit # Acres Harvest Prescription

"A" 53 ac. P.Cut-- Overstory Removal-- Minimum Merch All Species

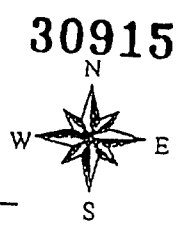
Total: 53 ac.

FPA Requirements: Two Up: Within WHA for units "A"  
Two Down: Two per acre req'd for units "A"  
Other: Protect All Sub Rx Trees

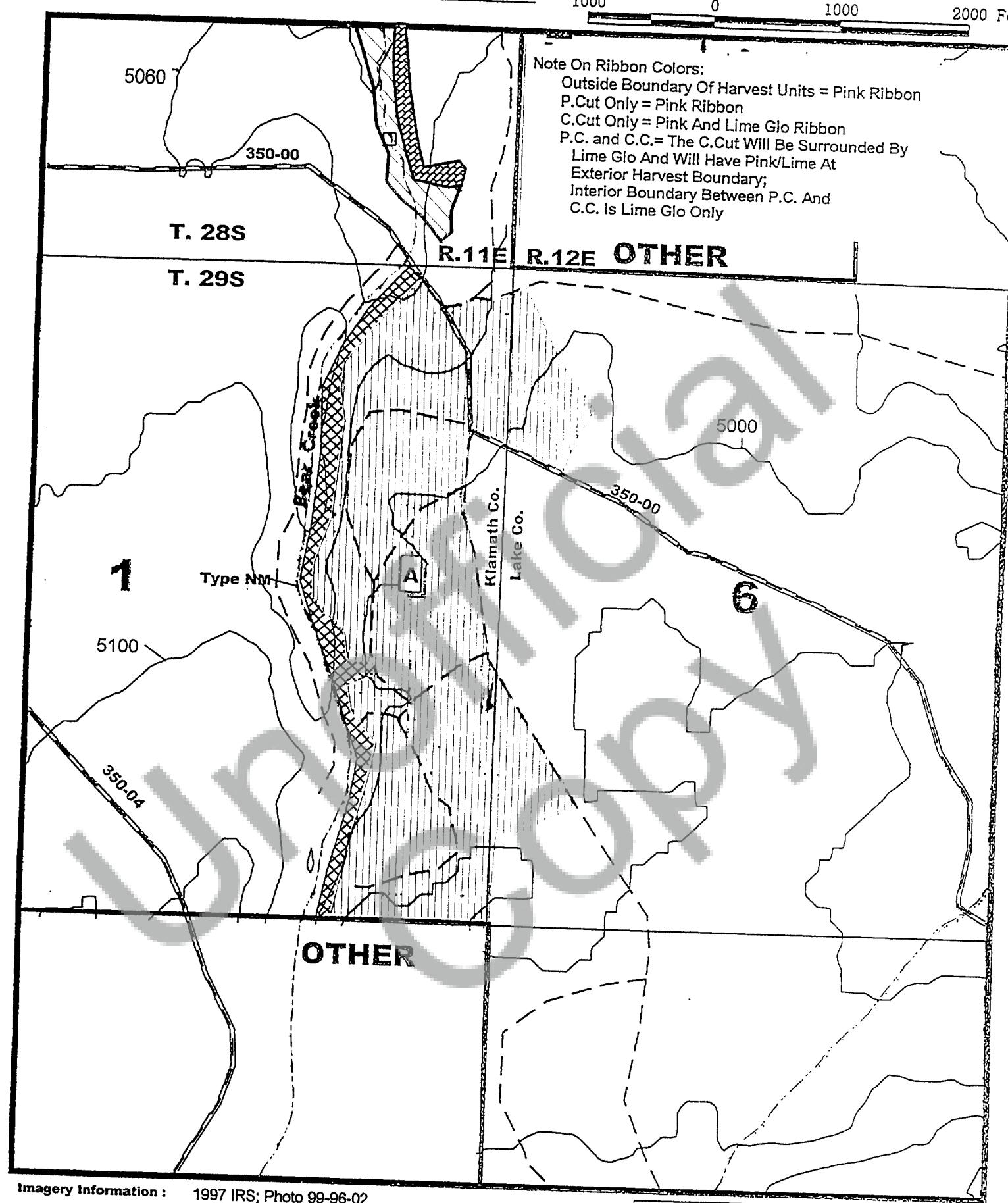


State : Oregon  
County : Klamath / Lake  
Tract : North District  
Operator: \_\_\_\_\_  
Start Date: \_\_\_\_\_  
Written Plan Req'd: NO  
Laid Out By: BH \_\_\_\_\_ Date Laid Out: 02/02

Plan # 10625  
Project : 2002 Harvest Units  
Setting Number : \_\_\_\_\_



30915  
Owner : U.S. Timberland  
Township : 29S;  
Range : 11E; 12E  
Section : 1; 6  
Map Scale 1:12000  
Date : 2/20/2002 Dia



Note On Ribbon Colors:  
Outside Boundary Of Harvest Units = Pink Ribbon  
P.Cut Only = Pink Ribbon  
C.Cut Only = Pink And Lime Glo Ribbon  
P.C. and C.C.= The C.Cut Will Be Surrounded By  
Lime Glo And Will Have Pink/Lime At  
Exterior Harvest Boundary;  
Interior Boundary Between P.C. And  
C.C. Is Lime Glo Only

- Nroads.shp
- Dirt Rds
- Improved Rds
- Paved Rds.
- Property Line
- Nownert1.shp
- Rr11.shp
- SECTION LINES
- Ned1\_gls.shp
- Nallplc1.shp
- Sig. Wild
- WMA
- Sim Assoc Wild
- RMA
- Springs
- Lake
- Forested Wild
- 50' Contours From D.E.M.'s
- Klcnr50
- Digitized Streams
- Nstream3
- 20' USGS Contours
- Ncontour
- H10625e
- Partial Cut
- WHA'S- Blue Ribbon

Imagery Information : 1997 IRS; Photo 99-96-02  
Unit # Acres Harvest Prescription  
"A" 156 ac. P.Cut- Overstory Removal- Minimum Merch All Species  
Total: 156 ac.  
FPA Requirements: Two Up: Within WHA for units "A"  
Two Down: Two per acre req'd for units "A"  
Other: Protect All Sub Rx Trees