

After recording return to:

Cathy Gray
U.S. TIMBERLANDS KLAMATH FALLS, L.L.C.
6400 Highway 66
Klamath Falls, OR 97601

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

Timber Products Company
P. O. Box 766
Yreka, CA 96067

State of Oregon, County of Klamath

Recorded 11/13/2002 8:57 a m.Vol M02, Pg 65611-18

Linda Smith, County Clerk

Fee \$ 56.00 # of Pgs 8

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

GRANTEE: TIMBER PRODUCTS COMPANY

KENO 2002 4TH OTR**STATUTORY WARRANTY TIMBER DEED**

U.S. TIMBERLANDS KLAMATH FALLS, a Delaware limited liability company
("Grantor") conveys and warrants to Timber Products 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 November 13, 2005 (the "Termination Date") to cut and remove the
Conveyed Timber, **unless the Termination Date is extended to November 13, 2006 pursuant
to the provisions of the Lump Sum Timber Sale Agreement dated November 13, 2002 by
and between Grantor and Grantee, in which case the Grantee shall have until the extended
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 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 November 13, 2002 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 WITH THE APPROPRIATE CITY OR COUNTY PLANNING DEPARTMENT TO VERIFY APPROVED USES.

Executed as of the 13th day of November, 2002.

U.S. TIMBERLANDS KLAMATH FALLS, L.L.C.

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

By


Martin Lugus, Vice President,
Timberland Operations

STATE OF OREGON)

) ss.

County of Klamath)

This instrument was acknowledged before me on November 13, 2002, by Martin Lugus as Vice President, Timberland Operations, of U.S. Timberlands Services Company, L.L.C., the limited liability company acting as Manager of U.S. Timberlands Klamath Falls, L.L.C.



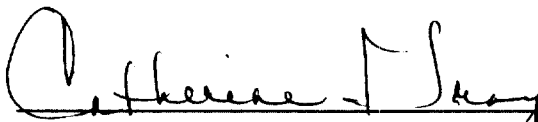

NOTARY PUBLIC FOR OREGON
My Commission Expires: May 6, 2004

EXHIBIT A

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

TOWNSHIP 37 SOUTH, RANGE 7 EAST, W.M.:

SECTION 32 GOVERNMENT LOT 4; THE SOUTHWEST QUARTER OF THE
SOUTHWEST QUARTER

TOWNSHIP 38 SOUTH, RANGE 7 EAST, W.M.:

SECTION 5 GOVERNMENT LOTS 3, 4, AND 5; THE WEST HALF OF THE
NORTHWEST QUARTER; THE NORTH HALF OF THE
SOUTHWEST QUARTER; THE SOUTHEAST QUARTER OF THE
SOUTHWEST QUARTER

SECTION 6 THE EAST HALF OF THE NORTHEAST QUARTER; THE
NORTHEAST QUARTER OF THE SOUTHEAST QUARTER

TOWNSHIP 39 SOUTH, RANGE 7 EAST, W.M.:

SECTION 23 THE NORTHEAST QUARTER OF THE SOUTHEAST QUARTER;
THE SOUTH HALF OF THE SOUTHEAST QUARTER

**LESS A STRIP IN THE SOUTH HALF OF THE SOUTHEAST
QUARTER FOR EXISTING PUBLIC ROAD**

SECTION 24 THE NORTH HALF OF THE SOUTHEAST QUARTER; THE
SOUTHWEST QUARTER OF THE SOUTHEAST QUARTER; THE
NORTHEAST QUARTER OF THE SOUTHWEST QUARTER; THE
SOUTH HALF OF THE SOUTHWEST QUARTER

SECTION 26 THE NORTHEAST QUARTER OF THE NORTHEAST QUARTER

**LESS A STRIP FOR HIGHWAY IN THE NORTHEAST QUARTER
OF THE NORTHEAST QUARTER**

TOWNSHIP 38 SOUTH, RANGE 8 EAST, W.M.:

SECTION 32 GOVERNMENT LOT 6

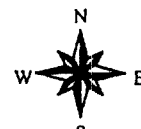
TOWNSHIP 39 SOUTH, RANGE 8 EAST, W.M.

- SECTION 4 THE SOUTHEAST QUARTER OF THE SOUTHWEST QUARTER;
THE SOUTH HALF OF THE SOUTHEAST QUARTER
- SECTION 5 GOVERNMENT LOT 1; THE SOUTHEAST QUARTER OF THE
NORTHEAST QUARTER
- SECTION 9 THE NORTHEAST QUARTER OF THE NORTHEAST QUARTER
- SECTION 17 THE SOUTHWEST QUARTER OF THE SOUTHEAST QUARTER;
THE EAST HALF OF THE SOUTHWEST QUARTER; THE
NORTHWEST QUARTER OF THE SOUTHWEST QUARTER; THE
SOUTHWEST QUARTER OF THE NORTHWEST QUARTER
- SECTION 18 THE SOUTH HALF OF THE NORTHEAST QUARTER; THE NORTH
HALF OF THE SOUTHEAST QUARTER; THE SOUTHEAST
QUARTER OF THE SOUTHEAST QUARTER
- SECTION 19 THE SOUTHEAST QUARTER OF THE SOUTHEAST QUARTER;
THE EAST HALF OF THE SOUTHWEST QUARTER, AND THAT
PORTION OF THE NORTHWEST QUARTER OF THE SOUTHWEST
QUARTER BEING 60 FEET WIDE MORE PARTICULARLY
DESCRIBED IN VOLUME 91, PAGE 621, DEED RECORDS OF
KLAMATH COUNTY, OREGON
- SECTION 20 THE NORTHEAST QUARTER OF THE NORTHWEST QUARTER

State : Oregon
County : Klamath
Tract : West District
Operator: _____
Start Date: _____
Written Plan Req'd: YES

Plan 83117

Project : 2002 Harvest Units
Setting Number: _____



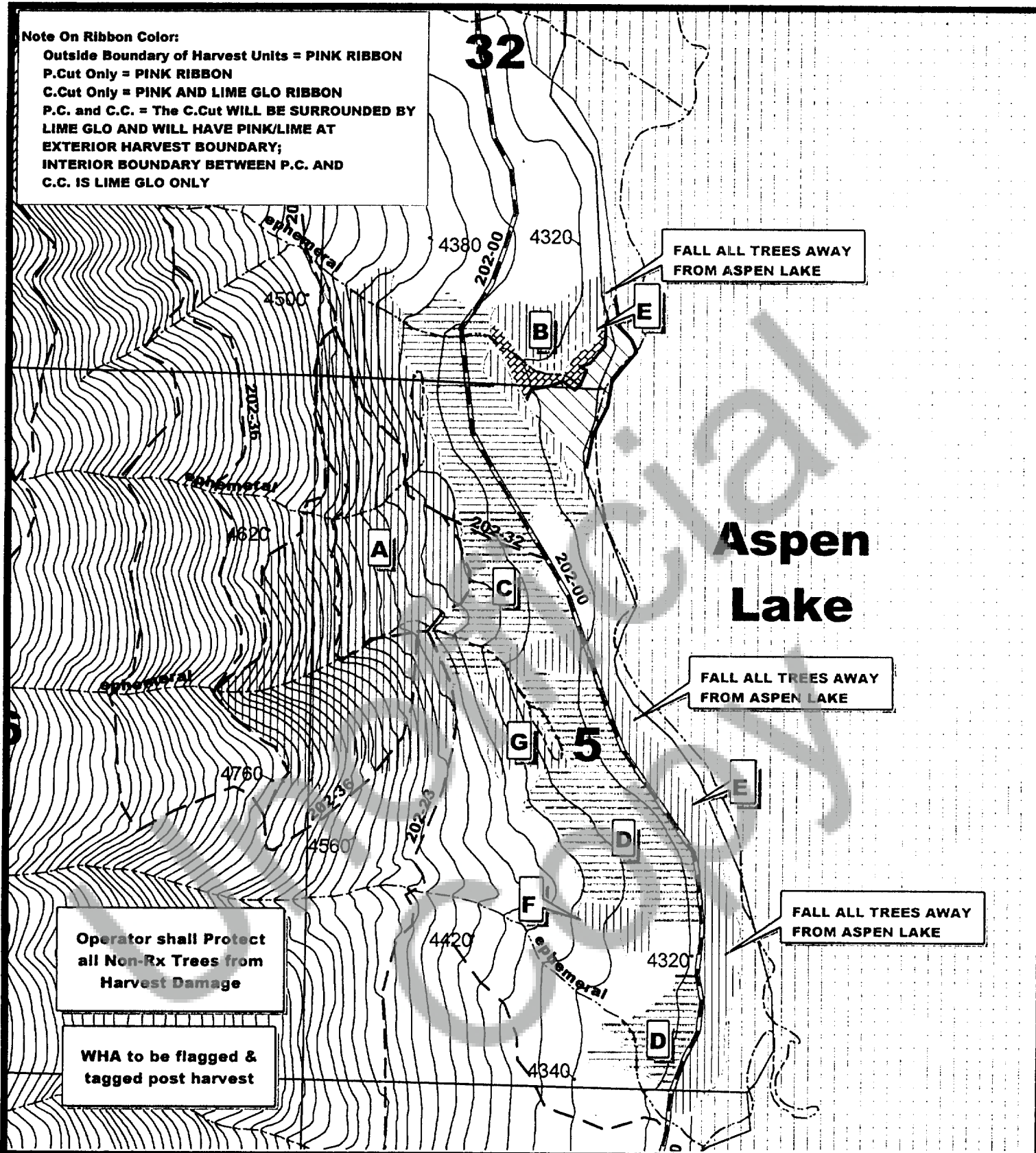
65615

Owner : U.S. Timberlands
Township : 37S; 38S
Range : 7E
Section : 31 & 32; 5, 6 & 8
Map Scale 1:12000
Date : 10/08/2002 Kelly C.

1000 0 1000 Feet

Note On Ribbon Color:

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



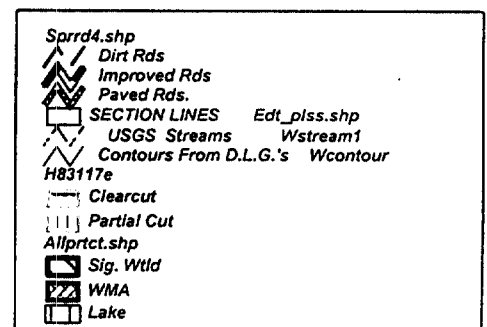
Imagery Information : 1997 IRS; Photo 01-30-20

Unit # Acres Harvest Prescription

"A"	95 ac.	P.Cut - 11" + DBH All Species
"B"	6 ac.	P.Cut - 11" + DBH All Species except Aspens; Protect all Aspens
"C"	47 ac.	C.Cut - Cut all species to minimum merch specs.; PROTECT all sub-Rx trees
"D"	41 ac.	C.Cut - Same Rx as "C"
"E"	34 ac.	P.Cut - Marked cut/WMA: Cut trees marked with a blue band or slash on 3 sides
"F"	4 ac.	P.Cut - Marked cut: Cut trees marked with a blue band or slash on 3 sides
"G"	8 ac.	P.Cut - Same Rx as "A"

Total Ac: 235 ac.

FPA Requirements: Two Up: Within WHA for units "C & D"
(to be tagged & flagged Post Harvest)
Two Down: Two per acre req'd for units "C & C"
Other

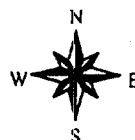


ENVIRONMENTAL

State : Oregon
County : Klamath
Tract : West District
Operator :
Start Date :
Written Plan Req'd: NO

Plan 87109

Project : 2002 Harvest Units
Setting Number:



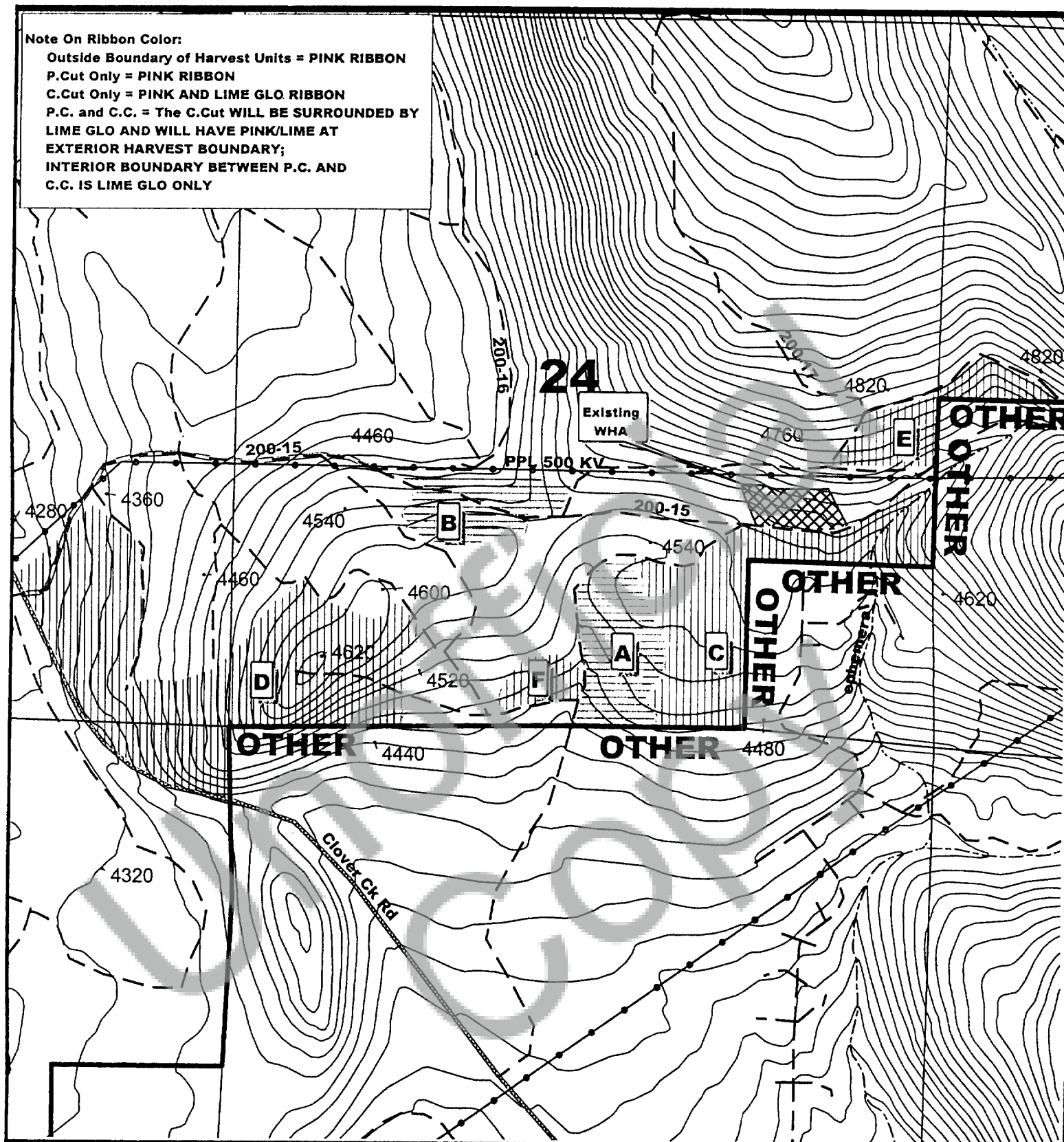
65616

Owner : U.S. Timberlands
Township : 39S
Range : 7E; 8E
Section : 23, 24 & 26; 19
Map Scale 1:12000
Date : 8/14/2002 Kelly C

1000 0 1000 Feet

Note On Ribbon Color:

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 01-34-18

Unit # Acres Harvest Prescription

"A"	16 ac.	C.Cut-- Cut all species to minimum merch specs.; PROTECT all sub-Rx trees
"B"	13 ac.	C.Cut -- Same Rx as "A"
"C"	33 ac.	P.Cut-- Marked cut: Cut trees marked with a blue band or slash on 3 sides
"D"	68 ac.	P.Cut -- Marked Cut -- Same Rx as "C"
"E"	12 ac.	P.Cut -- Cut 14"+ dbh all species
"F"	5 ac.	P.Cut -- Marked Cut -- Same Rx as "C" (Existing WHA)

Total Ac: 147 ac.

FPA Requirements: Two Up: N/A
Two Down: N/A
Other

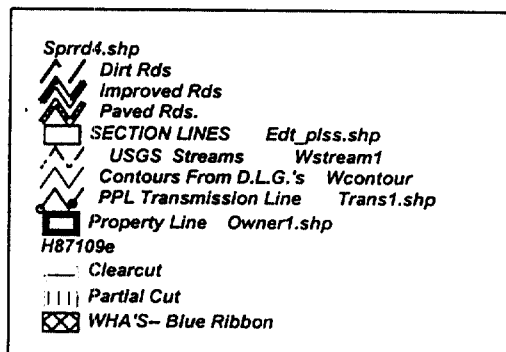


EXHIBIT B

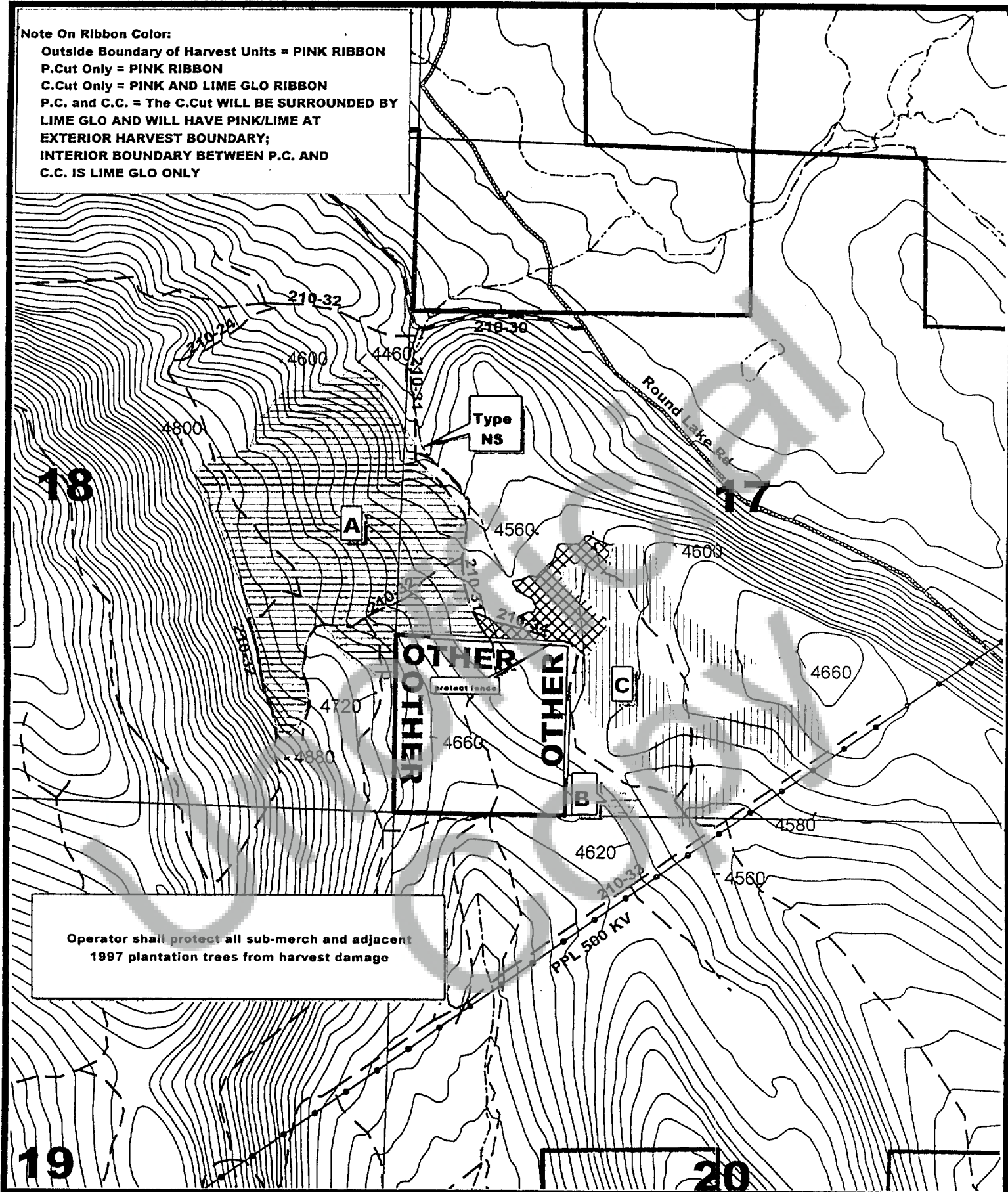
State : Oregon
County : Klamath
Tract : West District
Operator: _____
Start Date: _____
Written Plan Req'd: NO

Plan 89101
Project : 2002 Harvest Units
Setting Number: _____



Owner : U.S.Timberlands
Township : 39S
Range : 8E
Section : 17,18 & 20
Map Scale 1:12000
Date : 9/04/2002 Kelly C.

Note On Ribbon Color:
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



Operator shall protect all sub-merch and adjacent
1997 plantation trees from harvest damage

Imagery Information : 1997 IRS; Photo 00-37-4

Unit #	Acres	Harvest Prescription
"A"	85 ac.	C.Cut-- Cut all species to minimum merch specs.; PROTECT all sub-Rx trees
"B"	1 ac.	C.Cut -- Same Rx as "A"
"C"	35 ac.	P.Cut-- 12" + DBH D.Fir, W.Fir; 14" + DBH Other

Total Ac: 121 ac.

FPA Requirements: Two Up: Within WHA for unit "A"
Two Down: Two per acre req'd for unit "A"
Other

Sorrd4.shp
Dirt Rds
Improved Rds
Paved Rds.
Fence Line 1
SECTION LINES
USGS Streams
Contours From D.L.G.'s
PPL Transmission Line
Property Line
H89101e
Clearcut
Partial Cut
WHA'S-- Blue Ribbon

Edt_plss.shp
Wstream1
Wcontour
Trans1.shp
Owner1.shp

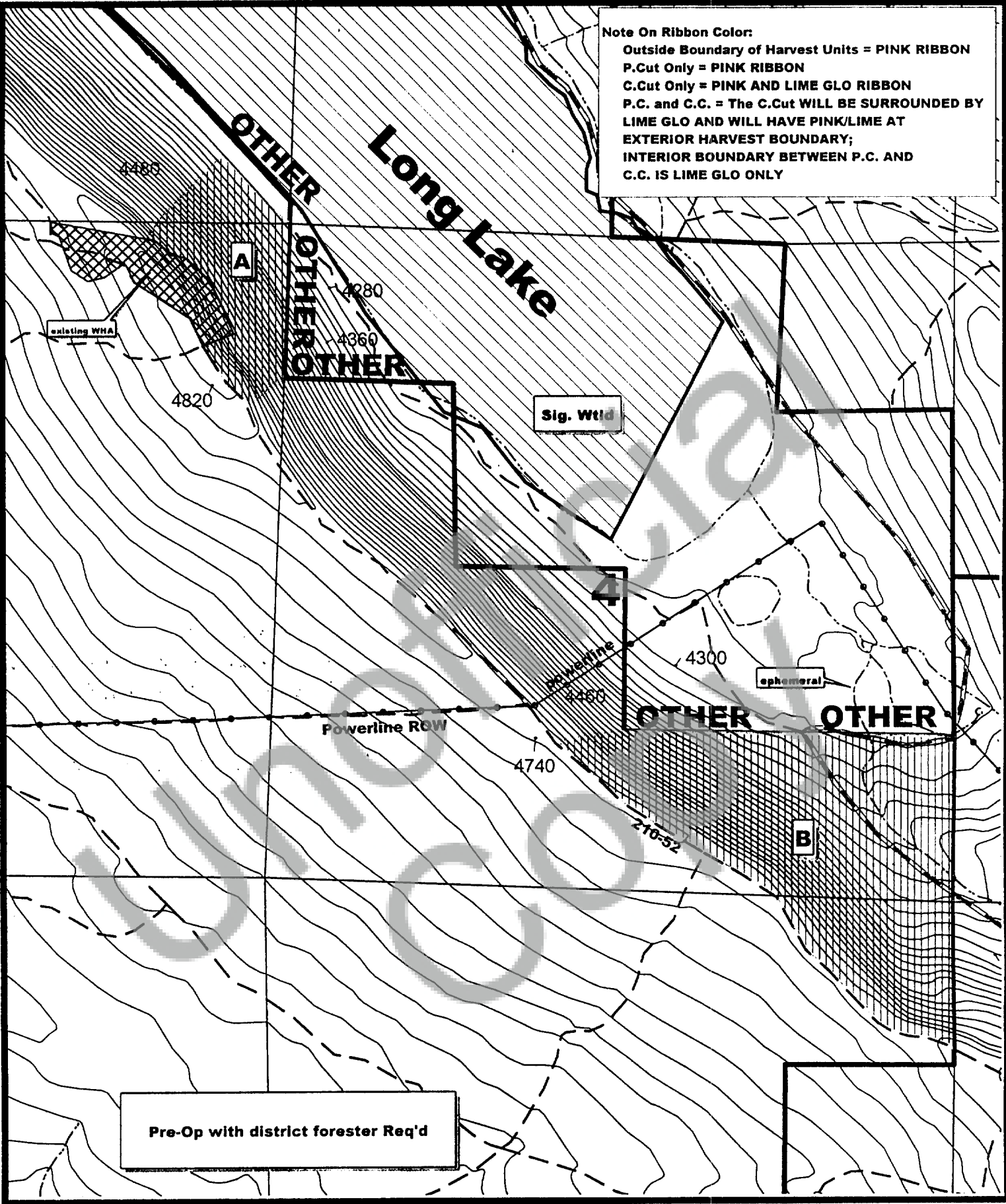
EXHIBIT P

State : Oregon
County : Klamath
Tract : West District
Operator: _____
Start Date: _____
Written Plan Req'd: YES

Plan 89103
Project : 2002 Harvest Units
Setting Number: _____



Owner : U.S.Timberlands
Township : 38S; 39S
Range : 8E
Section : 32; 4, 5 & 9
Map Scale 1:12000
Date : 9/17/2002 Kelly C.



Note On Ribbon Color:
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

Pre-Op with district forester Req'd

Imagery Information : 1997 IRS; Photos 99-39-6 & 99-37-10

Unit #	Acres	Harvest Prescription
"A"	27 ac.	P.Cut – Marked cut: Cut trees marked with a blue band or slash on 3 sides
"B"	95 ac.	P.Cut – Same Rx as "A"

Total Ac: 122 ac.
FPA Requirements: Two Up: N/A
Two Down: N/A
Other

Sprrd4.shp
Dirt Rds
Improved Rds
Paved Rds.
SECTION LINES Edt_plss.shp
PPL Transmission Line Trans1.shp
USGS Streams Wstream1
Contours From D.L.G.'s Wcontour
Allprct.shp
Sig. Wtld
H89103e
Partial Cut
WHA'S- Blue Ribbon
Property Line Owner1.shp

EXHIBIT B