

Copy No. 1 - Purchaser
 Copy No. 2 - Area Office
 Copy No. 3 - Field Office

TIMBER PERMIT

AUCTION

Permit No. T-85-0243

FOR CUTTING TIMBER ON COUNTY LANDS IN ST. LOUIS COUNTY, MINNESOTA:

TO: POTLATCH CORPORATION ADDRESS 105 Arch Street, Cloquet, MN 55720

In consideration of the sum of Three Thousand One Hundred Three and No /100 Dollars (\$ 3,103.00), receipt of which is hereby acknowledged, you are authorized to enter upon the following tax forfeited lands described as: NE 1/4

SEC. 25 TWP. 59 RGE. 21 to cut and remove at any time during the life of this permit the species and kinds of TIMBER as listed herein. This sale is made under, and is subject to the provisions of CHAPTER 282.04, SUBDVN 1, LAWS of 1982 and to the following conditions:

- All the species of timber listed for cutting under this permit must be cut and removed from within the cutting boundaries of clearcut areas. All marked trees must be cut and removed from within the boundaries of areas designated for harvesting the marked trees only. No other trees may be cut without further written approval from the Land Commissioner.
- This sale shall not be assigned to another party without the approval of the Land Commissioner.
- BREACH OF CONTRACT:**
If it is determined by the County that the terms and regulations of this Contract have not been followed, all timber cut or hauled in violation of this Contract, or in violation of the terms of any Contract addenda such as the Consumer Scale Delivery Agreement, shall be charged at double the existing sale price. If the Land Commissioner determines any violation is a flagrant Breach of Contract, he shall cancel the Contract without refund.
- All specie product overruns will be billed to the purchaser at the existing sale price.
- All timber must be completely skidded and piled so that an accurate and orderly scale may be taken. No timber may be removed from the land until scaled and stamped for removal unless done so under a Consumer Scale Delivery Agreement as an addenda to this Contract. (A separate Consumer Scale Delivery Agreement is needed for each Timber Permit the purchaser holds with the County.)
- All timber sold under this agreement must be cut and removed before this expiration date SEPTEMBER 19, 1987. If for any good or sufficient reason the person is not able to complete the cutting and removal of the timber during the specified time allowed, the permit may be extended by the County Land Commissioner upon application. Such renewals, if granted, are subject to fees and stumpage price adjustments as authorized by the County Board.
- The cutting and removal of species and products under this Contract is limited to the areas designated on the attached map and within the cutting boundaries marked on the ground.
- All additional special regulations listed on back of this permit form and in the attached "Addendum To Timber Permit Conditions", and any other addenda specific to this Contract, as agreed to by signature of both parties, is part of this Contract.

TIMBER TO BE CUT

KIND OF TIMBER	ESTIMATED AMOUNTS				REMARKS
	VOLUME	UNIT	PRICE	AMOUNT	
Aspen Pulp & Bolts	885	cords	\$3.30	\$2,920.50	SOLD AS APPRAISED
Mixed Hdws Pulp	180	cords	.50	90.00	
Balsam Fir Pulp	25	cords	1.00	25.00	
White Spruce Pulp	10	cords	4.50	45.00	
Norway & Jack Pine Pulp	5	cords	4.50	22.50	
	VALUE, TOTAL SALE =			\$3,103.00	
	25% DOWNPAYMENT =			\$ 775.75	
	*TOTAL BALANCE DUE =			\$2,327.25	[SPECIAL REGULATIONS LISTED ON REVERSE SIDE OF TIMBER PERMIT]

By RUSSELL PETERSEN
 St. Louis County Auditor

By _____
 Purchaser

By *Daniel Amel*
 Land Commissioner

Receipt No. 8676

9-19-85

Date: _____

TIMBER REPORT

Form 9-2

APPRAISAL OF ST. LOUIS COUNTY TAX FORFEITED TIMBER

7-85-0245

Potlatch
STINGY LAKE II AUCTION

APPRAISAL NO. field

Request by: _____ Address: _____
Appraised by: D. Bone Cruised by: Lustig and Bergquist Date: 8-2-85

LEGAL DESCRIPTION

Subd _____ Sec _____ Twp _____ Rge _____
Acres _____

Map Scale 1" = _____ Ft.

Name of Township Unorganized

DESCRIPTIVE FEATURES AND FACTORS:

Topography level-hilly
Dist. to Public Road .25 Miles
Dist. to Market _____ Miles
Permit Area A-62 Acres
Logging Condition good

SCALE:

(a) Regular X
(b) Consumer X
(c) Estimate X Mixed Hardwoods
"SOLD AS APPRAISED"

CUTTING REGULATIONS:

Reserve _____
Selective Cut _____
Marked Timber _____
Clearcut X As indicated by sale map

REMARKS:

Natural regeneration to
Aspen.

LEGAL DESCRIPTION	
NE $\frac{1}{4}$, Section 25, Township 59, Range 21	
As depicted by map	
SEE ATTACHED MAP	
PRICE GUIDE FACTORS	
Aspen:	.39+.16+.24+.15+.10+.10 = 1.14
*M. Hdwds:	.16+.07+.24+.10+.00+.10 = .67
**Balsam:	.10+.07+.21+.05+.00+.10 = .53
***W. Spruce:	.10+.07+.21+.05+.00+.10 = .53
N&J Pine:	.12+.04+.21+.04+.05+.04 = .50
*Mixed Hardwoods reduced to \$0.50/cd due to poor marketability.	
**Balsam reduced to \$1.00/cd due to minor volume.	
***W. Spruce reduced to \$4.50/cd due to minor volume.	

APPRAISAL OF MERCHANTABLE TIMBER

PRODUCT						AGE	SI
Specie	SEX	Volume	Unit	Price	Value	Cutting Diameter & Condition of Timber	
Aspen	P&B	885	cds.	\$3.30/cd	\$2920.50	13% bolts	45-75 55-68
M. Hdwds.	pulp	180	cds.	\$0.50/cd	\$ 90.00	87% Birch, 12% Maple, 1% B/Gilead	
Balsam Fir	pulp	25	cds.	\$1.00/cd	\$ 25.00		
W. Spruce	pulp	10	cds.	\$4.50/cd	\$ 45.00		
N&J Pine	pulp	5	cds.	\$4.50/cd	\$ 22.50	40% Jack Pine, 60% Norway Pine	
TOTAL						\$3,103.00	

The above appraisal has been examined by me and approved.

Therefore, recommend PUBLIC PRIVATE SALE _____

James Amell 8-6-85
County Official Date

The timber appraisals and forestry practices as designated are hereby approved

Check one: a. based on a partial sampling of appraisals.
b. based on complete appraisals.

Commissioner of Conservation

Area Forester Date

OFFICE DATA

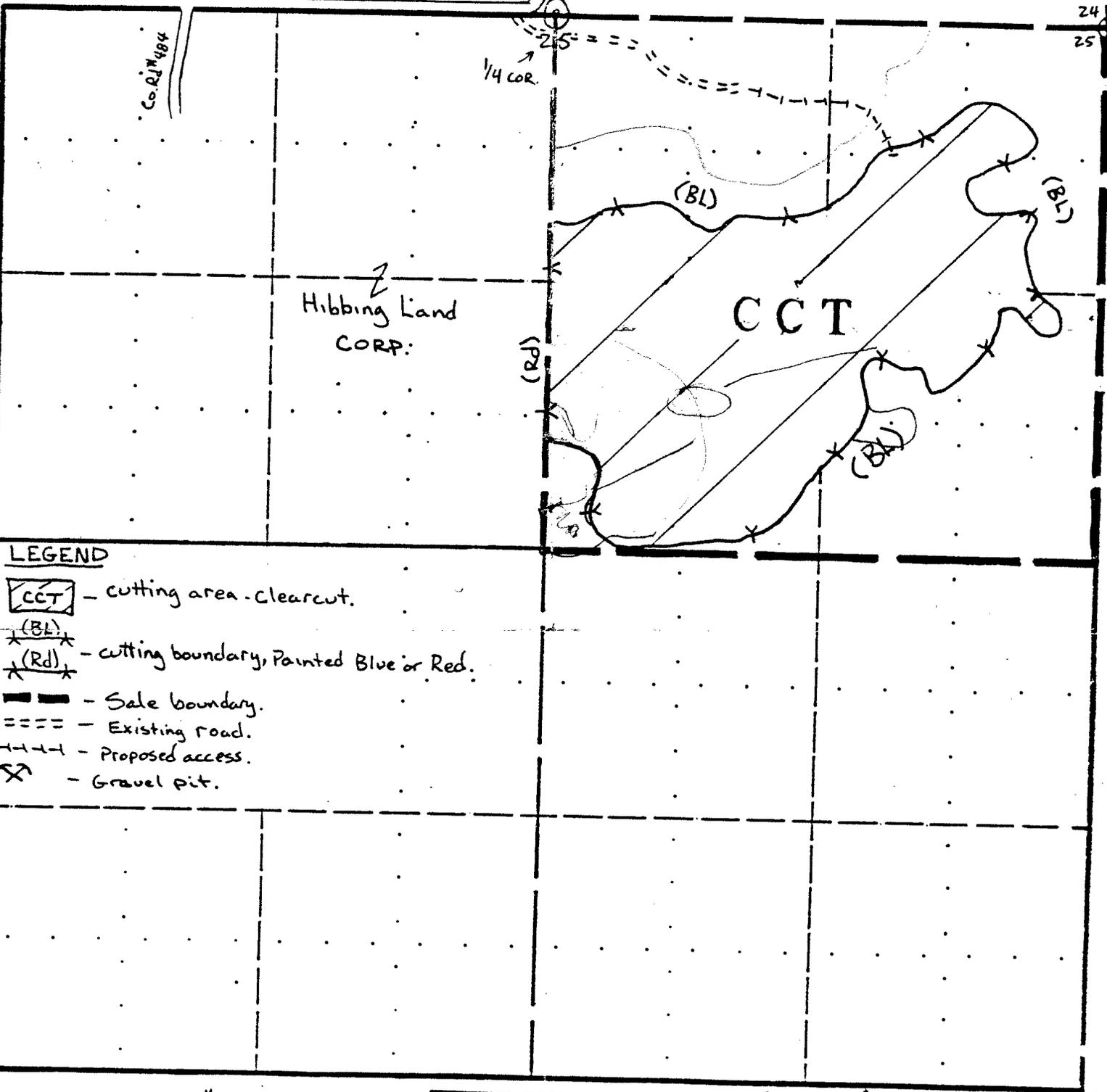
CONS.
AREA 8/8/85
CO. BD. 8/26/85
NOT'D.
P. SALE K #
HOLD
SOLD #8675
9/19/85

SAINT LOUIS COUNTY

LAND DEPARTMENT

Co. Rd. # 469

FX



LEGEND

- CCT - cutting area - clearcut.
- (BL) - cutting boundary, Painted Blue or Red.
- (Rd) - cutting boundary, Painted Blue or Red.
- — — — - Sale boundary.
- ==== - Existing road.
- - - - - Proposed access.
- FX - Gravel pit.

MAP SCALE: 8" = 1 mile
 MAGNETIC DECL. 4° E.
 PHOTO: 15-154
 TWP. NAME: UNORGANIZED
 MAP LEGEND — see book of map above
 REMARKS:

6	5	4	3	2	1
7	8	9	10	11	12
18	17	16	15	14	13
19	20	21	22	23	24
30	29	28	27	26	25
31	32	33	34	35	36

UNIT: VIRGINIA AREA
 SALE / PROJECT: Stingy Lake II Auction
 DESCRIPTION: NE 1/4
 SEC. 25 TWP. 59 RGE. 21
 DATE: August 1, 1985
 PREPARED BY:

ST. LOUIS COUNTY
TIMBER HARVESTING CONTRACT
C19030047

Page 2

3. Purchaser shall accept total responsibility and accountability for complete harvest of and payment for the total volume of species and timber commodities identified as follows:

ITEM	* PROD	* VOLUME	* UNIT	* UN.PRC	* VALUE
ASPEN	* PULP	* 310	* TONS	* \$ 10.3525	* \$ 3209.28
MAPLE-RED	* SD ON E	* 10	* CDS	* \$ 4.0905	* \$ 40.91
SPRUCE-WHITE	* P/B	* 15	* CDS	* \$ 21.3110	* \$ 319.67
BALSAM FIR	* PULP	* 55	* CDS	* \$ 12.6250	* \$ 694.38

TOTAL SALE VALUE: \$ 4264.22

(See Exhibit "A" for tabulation by block.)

4. Harvesting and tract cleanup shall be completed by NOVEMBER 28TH, 2003 at which time this Contract shall expire. Requests for extensions of the expiration time must be made in writing and shall be granted by the Land Commissioner, in his discretion.

5. Any extensions of time under this Contract or modifications of terms of this Contract shall be in writing, executed by the parties and attached to the original Contract for incorporation.

6. All communications or correspondence occurring under this Contract shall be directed to Shontel Kinkel-Forester for FMS on behalf of Purchaser, and to Dan McCourtney, on behalf of Seller, at the address above stated.

IN WITNESS WHEREOF the parties hereto have set their hands the day and date first above shown.

ST. LOUIS COUNTY AUDITOR,

FOREST MANAGEMENT SYSTEMS

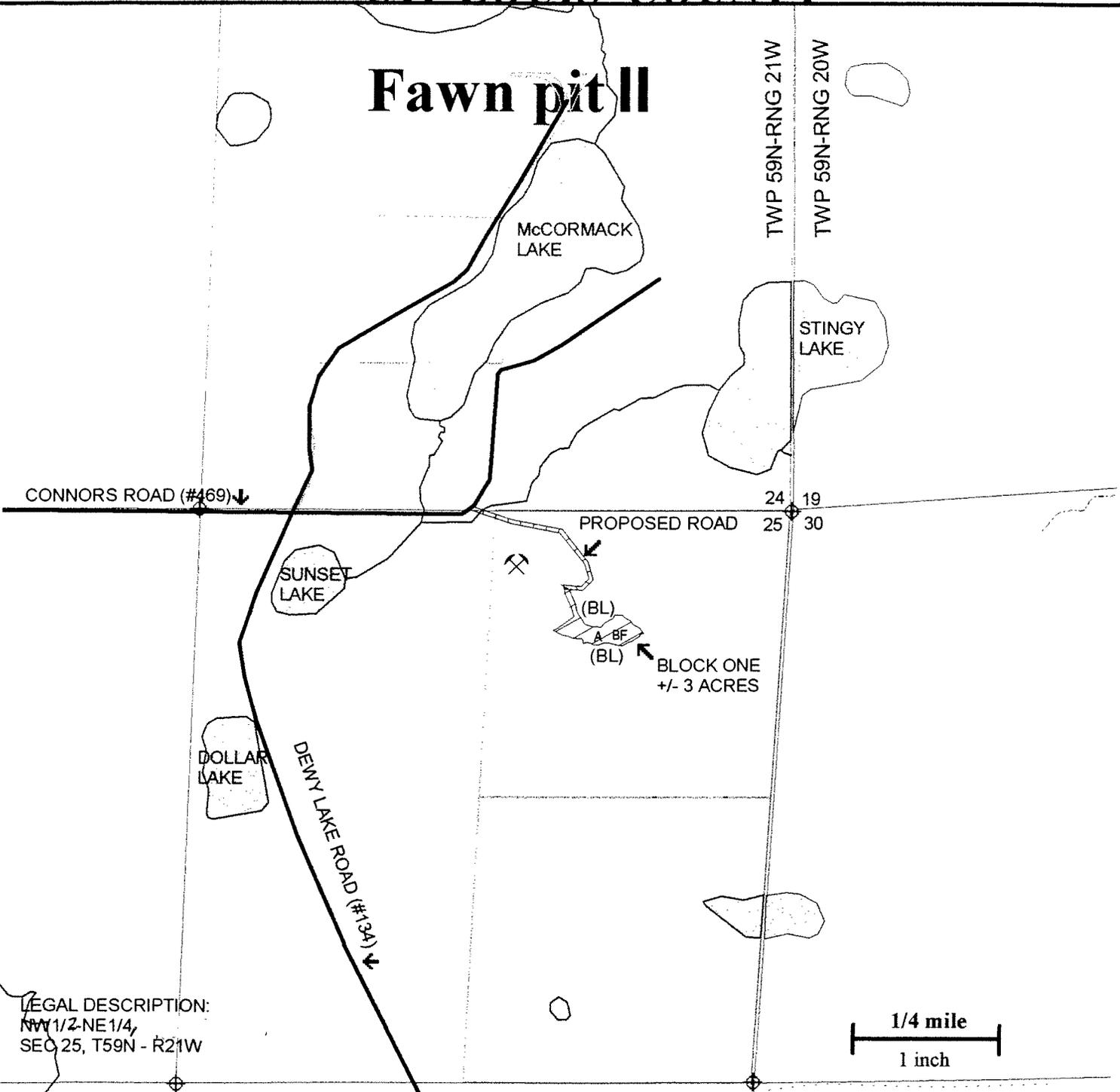
BY: Mark Wehr
Land Commissioner Representative

BY: Shontel Kinkel
Its: Forester

DATE: 8-26-03

ST. LOUIS COUNTY

Fawn pit II



LEGAL DESCRIPTION:
NW 1/2-NE 1/4,
SEC 25, T59N - R21W

1/4 mile
1 inch

LEGAL SEE ABOVE

DATE 6/6/03

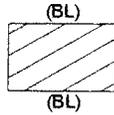
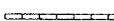
PREPARED BY: McCOURTNEY

Photo ID is SLS-5-7

This drawing is neither a legally recorded map nor a survey and is not intended to be used as such. This drawing is a compilation of recorded information and data located in various city, county, state, federal offices, and other sources affecting the area and is to be used for the intended purpose only. St. Louis County is not responsible for any incorrectness herein. If inconsistencies are found, please contact this office.

4 inches = 1 mile



-  -HARVEST AREA-CCT- HARVEST BOUNDARIES PAINTED BLUE.
-  -PAVED ROAD
-  -PROPOSED ROAD (NEW CONSTRUCTION)
-  -ASPEN COVER TYPE
-  -BALSAM FIR COVER TYPE
-  -SECTION CORNER
-  -GRAVEL PIT

Gravel Permits

NAME	PERMIT	PIT NAME	LEGAL	ZONE	VOL	VAL	ISSUED	EXPIRES	SCALED	REMOVE	VIOLAT	STATUS	COMMENTS		
EMERGING TECHNICAL	C20070004	SUNSET LAKE PIT	25	59	21	8	500	\$1.00	5/2/2007	7/18/2007	8/30/2007	880	0	CLOSED	Sent 1st notice, need exhibit B by 9/6/07. Paid \$380.00 OverRun 8/30/07. CLOSED.
SINKO	C20070027	SUNSET LAKE PIT	25	59	21	8	150	\$1.00	7/3/2007	12/15/2007	12/19/2007	0	0	CLOSED	Indicated no gravel removed on haul record. CLOSED.
Sinko Excavating	C20080008	SUNSET LAKE PIT	25	59	21	8	100	100.00	6/6/2008	7/18/2008	9/3/2008	60	0	CLOSED	Haul record should show one(1) load of reject rock. Sinko requested an extension; Mike Stubbs gave him an additional three weeks. Sent reminder to turn in Exhibit B 8-6-08. Turned in Exhibit B - Permit Closed.
Tony's Construction	C20080026	SUNSET LAKE PIT	25	59	21	8	100	\$1.00	8/27/2008	9/19/2008	10/27/2008	100	0	CLOSED	Take from the East side of public side of pit. PW will open gate. Sent reminder to return Exhibit B 10-06-08. Permit closed.