

UNRECORDED



200002150001

Kathy Hill, Skagit County Auditor
2/15/2000 Page 1 of 22 8:37:37AM

Commonwealth Lico.

After Recording, Return to:

Envelope enclosed

Lincoln Timber LLC
c/o Laura E. Hannusch
Pillsbury Madison & Sutro LLP
50 Fremont Street
San Francisco, CA 94104-3074

Document: Statutory Bargain and Sale Deed
(Cavanaugh Tree Farm – Skagit County, Washington)

Reference numbers: N/A

Grantor: John Hancock Mutual Life Insurance Company

Grantee(s): Lincoln Timber LLC

Legal Description: PTN SECTIONS 7, 12, 17, 20, 21, 22, 23, 26, 27, 33 AND 35, T 33 N, R 6 E;
SECTIONS 8, 9, 10, 11, 13, 14 AND 15, 7 33 N, R 6 E;
PTN SECTIONS 7, 8, 9, 12, 13, 14, 19, 21, 22, 24, 25, 26 AND 31, T 33 N, R 7 E;
SECTIONS 1, 2, 3, 4, 5, 10, 11, 15, 17, 18 AND 23, T 33 N, R 7 E;
PTN SECTIONS 25, 27, 34 AND 36, T 34 N, R 7 E;
SECTION 35, T 34 N, R 7 E;

(Continued on next page)

Assessor's Property Tax Parcel Account Numbers:

350726-1-001-0017 (R43231); 330607-1-001-0005 (R18404);

(Continued on next page)

UNRECORDED

(Legal Descriptions - Continued from previous page)

PTN SECTIONS 29 AND 30, T 34 N, R 8 E;
PTN SECTION 25, T 34 N, R 5 E;
SECTIONS 21, 22, 27, 28, 30, 32, 33 AND 34, T 34 N, R 6 E;
PTN SECTIONS 23, 24, 26, 29, 31 AND 35, T 34 N, R 6 E;
PTN SECTIONS 23, 24, 25 AND 26, T 35 N, R 6 E;
PTN SECTIONS 19, 21, 23, 24, 26 AND 35, T 35 N, R 7 E;
LOT 2, SP NO. 48-49 TRACT B AND TRACT C PTN TRACT B,
LAKE CAVANAUGH SUBDIVISION NO. 1;
TRACTS A, B AND C, LAKE CAVANAUGH SUBDIVISION
NO.2;
TRACT A, BLOCK 3, LAKE CAVANAUGH SUBDIVISION
NO. 3;
SECTIONS 19 AND 25, T 35 N, R 8 E;
PTN SECTIONS 17, 18, 20, 21, 29 AND 32, T 35 N, R 8 E;
SECTIONS 30 AND 31, T 35N, R 8 E;
"LAST CHANCE," SECTION 24, T 35 N, R 6 E;
"RECORDER" AND "RECORD IRON," SECTIONS 24 AND 25,
T 35 N, R 6 E;
"SCOTTISH CHIEF," SECTION 24, T 35 N, R 6 E;
"WASHINGTON," SECTIONS 23 AND 24, T 35 N, R 6 E;
"KEYSTONE," SECTIONS 29 AND 30, T 35 N, R 7 E; and
"LEGAL TENDER," SECTIONS 19 AND 30, T 35 N, R 7 E.

(Assessor's Property Tax Parcel Account Numbers - Continued from previous page)

330608-1-001-0004 (R18407); 330609-1-001-0003 (R18408);
330610-1-001-0000 (R18409); 330611-1-001-0009 (R18411);
330612-1-001-0008 (R18412); 330612-1-003-0006 (R18413);
330613-1-001-0007 (R18414); 330614-4-001-0000 (R18417);
330614-1-001-0006 (R18415); 330615-0-001-0007 (R18418);
330615-1-002-0004 (R18419); 330617-1-001-0003 (R18422);
330620-1-001-0008 (R18434); 330621-2-001-0005 (R18438);
330622-1-001-0006 (R18440); 330623-2-001-0003 (R18443);
3937-006-036-0007 (R66479); 3938-003-199-0006 (R66776);
330627-3-001-0007 (R18456); 330701-1-001-0000 (R18501);
330702-1-001-0009 (R18502); 330703-1-001-0008 (R18503);
330704-1-001-0007 (R18504); 330705-1-001-0006 (R18505);
330707-3-001-0000 (R18508); 330708-3-001-0009 (R18511);
330709-1-001-0002 (R18512); 330710-1-001-0009 (R18514);
330711-1-001-0008 (R18515); 330712-1-001-0007 (R18516);
330713-1-001-0006 (R18519); 330714-1-001-0005 (R18522);

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330715-1-001-0004 (R18524); 330717-1-001-0002 (R18526);
330718-1-001-0001 (R18527); 330719-3-001-0006 (R18529);
330721-1-001-0006 (R18532); 330721-1-004-0003 (R18533);
330722-1-001-0005 (R18536); 330723-4-001-0008 (R18541);
330723-1-001-0004 (R18540); 330724-1-001-0003 (R18542);
330724-3-002-0008 (R18544); 330725-2-001-0000 (R18547);
330726-1-001-0001 (R18551); 330731-2-001-0002 (R18564);
340525-1-001-0003 (R30401); 340621-1-001-0006 (R30689);
340622-1-001-0005 (R30690); 340623-1-001-0004 (R30691);
340626-2-001-0009 (R30696); 340626-3-002-0006 (R30697);
340627-1-001-0000 (R30698); 340628-1-001-0009 (R30699);
340629-2-001-0006 (R30701); 340630-1-001-0005 (R30702);
340631-1-001-0004 (R30704); 340632-1-001-0003 (R30705);
340633-1-001-0002 (R30706); 340634-1-001-0001 (R30707);
340635-1-002-0009 (R30709); 340727-1-001-0009 (R30718);
340735-1-001-0009 (R30724); 340736-1-001-0008 (R30725);
340829-2-001-0004 (R30728); 340830-1-001-0003 (R30729);
350623-2-002-0000 (R41879); 350623-4-002-0006 (R41884);
350623-3-001-0009 (R41880); 350623-2-001-0001 (R41878);
350623-4-001-0007 (R41883); 350624-0-006-0009 (R41890);
350624-4-001-0006 (R41895); 350624-3-001-0008 (R41893);
350625-1-001-0001 (R41897); 350625-1-002-0000 (R41898);
350625-2-003-0007 (R41901); 350625-4-001-0005 (R41904);
350625-4-002-0004 (R41905); 350719-3-001-0012 (R43043);
350721-4-001-0016 (R43105); 350724-1-001-0019 (R43172);
350725-1-001-0026 (R43207); 350735-1-002-0015 (R43295);
350817-2-001-0007 (R44015); 350818-3-001-0012 (R44040);
350819-1-001-0015 (R44055); 350820-2-001-0010 (R44082);
350821-4-004-0012 (R44115); 350829-1-001-0005 (R44280);
350830-1-001-0002 (R44295); 350831-1-001-0001 (R44307);
350832-1-001-0000 (R44314); P116288;
100000-0-010-0006 (R15002); 103600-6-041-0004 (R15169);
100000-0-200-0006 (R15021); 103600-6-042-0003 (R15170);
100000-0-020-0004 (P15003); 100000-0-190-0008 (R15020);
and 100000-0-180-0000 (R15019).



200002150001

STATUTORY BARGAIN AND SALE DEED

(Cavanaugh Tree Farm – Skagit County, Washington)

JOHN HANCOCK MUTUAL LIFE INSURANCE COMPANY, a Massachusetts corporation ("Grantor"), for and in consideration of None (conveyed pursuant to preexisting obligation under Group Annuity Contract), bargains, sells and conveys to LINCOLN TIMBER LLC, a Delaware limited liability company ("Grantee"), the following described real property, to wit:

All those tracts or parcels of land lying and being in Skagit County, State of Washington, and being more particularly described in Exhibit A attached hereto (the "Property").

The Property is conveyed subject to those matters described on the attached Exhibit B.

TO HAVE AND TO HOLD unto Grantee, its successors and assigns forever.

Dated this 27th day of January, 2000.

GRANTOR:

JOHN HANCOCK MUTUAL LIFE INSURANCE COMPANY, a Massachusetts corporation

By: Hancock Natural Resource Group, Inc., its investment manager

Name: Bruce G. McKnight

By: [Signature]

Its: Vice President

33841
SKAGIT COUNTY WASHINGTON
Real Estate Excise Tax
PAID

FEB 14 2000

Amount Paid \$0-
Skagit County Treasurer
By: [Signature] Deputy

(Notary on following page)



200002150001

Kathy Hill, Skagit County Auditor

COMMONWEALTH OF MASSACHUSETTS)
) ss.
COUNTY OF SUFFOLK)

On this 27th day of January, 2000, before me Maria L. DeAndrade, a Notary Public of said State, personally appeared Bruce C. McKnight, personally known to me (or proved to me on the basis of satisfactory evidence) to be the person who executed the within instrument as Vice President of Hancock Natural Resource Group, Inc., the investment manager of John Hancock Mutual Life Insurance Company, a Massachusetts corporation, and that for and on behalf of the said Hancock Natural Resource Group, Inc., in its capacity as such investment manager, as and for the act and deed of said John Hancock Mutual Life Insurance Company, s/he signed, sealed and delivered the above and foregoing Bargain and Sale Deed.



Notary Public

Name: MARIA L. DeANDRADE, Notary Public

(Print or Type)

My Commission Expires: SEPTEMBER 18, 2003



200002150001

Kathy Hill, Skagit County Auditor

EXHIBIT A

The land referred to herein is situated in the County of Skagit,
State of Washington, and is described as follows:

PARCEL 15A

THE EAST HALF OF SECTION 7, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., SITUATE IN
SKAGIT COUNTY, WASHINGTON.

PARCEL 15B

ALL OF SECTION 8, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., SITUATE IN SKAGIT
COUNTY, WASHINGTON.

PARCEL 15C

ALL OF SECTION 9, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., SITUATE IN SKAGIT
COUNTY, WASHINGTON.

PARCEL 15D

ALL OF SECTION 10, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., SITUATE IN SKAGIT
COUNTY, WASHINGTON.

PARCEL 15E

ALL OF SECTION 11, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., SITUATE IN SKAGIT
COUNTY, WASHINGTON.

PARCELS 15F AND 15G

ALL OF SECTION 12, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., SITUATE IN SKAGIT
COUNTY, WASHINGTON;

PARCELS 15H AND 15I

ALL OF SECTION 13, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., SITUATE IN SKAGIT
COUNTY, WASHINGTON.

PARCEL 15J

ALL OF SECTION 14, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., SITUATE IN SKAGIT
COUNTY, WASHINGTON.

PARCEL 15K

ALL OF SECTION 15, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., SITUATE IN SKAGIT
COUNTY, WASHINGTON.

1-EXHIBIT A



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Kathy Hill, Skagit County Auditor

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Javanaugh - Skagit County, WA

PARCEL 15L

ALL OF SECTION 17, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., EXCEPT THAT PORTION CONVEYED TO SKAGIT COUNTY FOR ROAD UNDER AUDITOR'S FILE NO. 730560, SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 15M

THE NORTHEAST QUARTER AND THE NORTHEAST QUARTER OF THE SOUTHEAST QUARTER, SECTION 20, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., EXCEPT THE FOLLOWING DESCRIBED TRACT:

BEGINNING AT THE NORTHEAST CORNER OF THE ABOVE-DESCRIBED SUBDIVISION; THENCE NORTH $88^{\circ}51'27''$ WEST ALONG THE NORTH LINE OF SAID SUBDIVISION, 105.0 FEET; THENCE SOUTH $38^{\circ}54'30''$ EAST 165.0 FEET, MORE OR LESS TO A POINT ON THE EAST LINE OF THE NORTHEAST QUARTER OF SAID SECTION 20; THENCE NORTH ALONG SAID EAST LINE, 125 FEET, MORE OR LESS TO THE POINT OF BEGINNING, CONVEYED TO SKAGIT COUNTY FOR ROAD UNDER AUDITOR'S FILE NO. 730560. SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 15N

The Southwest 1/4 of the Northwest 1/4; the Southwest 1/4; the West 1/2 of the Southeast 1/4; and that portion of the Northeast 1/4 of the Southeast 1/4 lying Westerly of the South Shore County Road all in Section 21, Township 33 North, Range 6 East, W.M.

PARCEL 15"O"

(SEE NEXT PAGE)

PARCEL 15P

THE NORTHWEST QUARTER; THE NORTHEAST QUARTER OF THE SOUTHWEST QUARTER; AND THE NORTH HALF OF THE NORTHWEST QUARTER OF THE SOUTHWEST QUARTER, SECTION 23, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

Parcel 15R

The Southwest 1/4 of the Southwest 1/4 of Section 26, Township 33 North, Range 6 East W.M., except that portion if any lying with the boundaries of the as built and existing county road commonly known as South Shore Drive.

Parcel 15S

The South 1/2 of the South 1/2 and the South 1/2 of Government Lot 8 all in Section 27, Township 33 North, Range 6 East W.M., except roads if any.

2-EXHIBIT A



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Kathy Hill, Skagit County Auditor

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Parcel 15"0":

The Northeast 1/4, EXCEPT that portion lying within the Lake Cavanaugh - North Shore Drive County Road in Section 22, Township 33 North, Range 6 East, W.M.;

AND EXCEPT that portion described as follows:

Commencing at the Southwest corner of said Southwest 1/4 of the Northeast 1/4, the true point of beginning; thence South 89 degrees 45'18" East along the South line of said Southwest 1/4 a distance of 867.67 feet; thence North 53 degrees 31' West a distance of 264.39 feet; thence North 73 degrees 31' West a distance of 371.76 feet; thence North 56 degrees 20' West a distance of 360.08 feet to an intersection with the West line of said Southwest 1/4; thence South 00 degrees 08'06" East along said West line a distance of 458.69 feet to the true point of beginning.

(Said exception as described within that instrument recorded December 10, 1999, under Auditor's File No. 199912100076, records of Skagit County, Washington.)



Parcel 15Z

That portion of Government Lot 1 of Section 35, Township 33 North, Range 6 East W.M., lying Southerly of the Southerly line of the Plat of "LAKE CAVANAUGH SUBDIVISION NO. 2" as per plat recorded in Volume 5 of Plats, Page 49, records of Skagit County, Washington.

PARCEL 15Y

THE SOUTHWEST QUARTER OF THE SOUTHWEST QUARTER, SECTION 33, TOWNSHIP 33 NORTH, RANGE 6 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16A

ALL OF SECTION 1, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16B

ALL OF SECTION 2, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16C

ALL OF SECTION 3, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16D

ALL OF SECTION 4, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16E

ALL OF SECTION 5, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16F

GOVERNMENT LOTS 3 AND 4 AND THE EAST HALF OF THE SOUTHWEST QUARTER, SECTION 7, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

ALSO A 300 FOOT RIGHT OF WAY ACROSS THE NORTH HALF OF SAID SECTION 7 BEING A STRIP OF LAND 300 FEET WIDE, 150 FEET ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTER LINE:

BEGINNING AT A POINT 665 FEET SOUTH OF THE NORTHEAST CORNER OF SECTION 7; THENCE NORTH 87° WEST 400 FEET; THENCE SOUTH 86° WEST 260 FEET; THENCE SOUTH 80° WEST 300 FEET; THENCE WEST 218 FEET; THENCE NORTH 83° WEST 520 FEET; THENCE SOUTH 81° WEST 280 FEET; THENCE SOUTH 67° WEST 440 FEET; THENCE SOUTH 58° WEST 320 FEET TO A POINT 1037 FEET SOUTH OF THE QUARTER SECTION CORNER ON THE NORTH SIDE OF SAID SECTION; THENCE SOUTH 58° WEST 110 FEET; THENCE SOUTH 62° WEST 500 FEET; THENCE SOUTH 76° WEST 520 FEET; THENCE SOUTH 69° WEST 520 FEET; THENCE SOUTH 57° WEST 280 FEET; THENCE SOUTH 48° WEST 330 FEET; THENCE SOUTH 66° WEST 697 FEET TO A POINT 340 FEET NORTH OF THE QUARTER SECTION CORNER ON THE WEST SIDE OF SAID SECTION.

4-EXHIBIT A

Cavanaugh - Skagit County WA



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Kathy Hill, Skagit County Auditor

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PARCEL 16G

THE SOUTHWEST QUARTER OF SECTION 8, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

ALSO A STRIP OF LAND ACROSS THE NORTH HALF OF SAID SECTION 8 BEING A 300 FEET WIDE, 150 FEET ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTER LINE: BEGINNING AT A POINT 419 FEET NORTH OF THE QUARTER SECTION CORNER ON THE EAST SIDE OF SECTION 8; THENCE WEST 360 FEET; THENCE NORTH 80° WEST 330 FEET; THENCE WEST 238 FEET; THENCE NORTH 86° WEST 360 FEET; THENCE NORTH 64° WEST 180 FEET; THENCE NORTH 77° WEST 280 FEET; THENCE NORTH 72° WEST 200 FEET; THENCE NORTH 66° WEST 360 FEET; THENCE NORTH 74° WEST 420 FEET TO A POINT 967 FEET NORTH OF THE CENTER OF SECTION 8; THENCE NORTH 74° WEST 280 FEET; THENCE NORTH 62° WEST 440 FEET; THENCE NORTH 68° WEST 630 FEET; THENCE NORTH 60° WEST 270 FEET; THENCE NORTH 54° WEST 310 FEET; THENCE NORTH 69° WEST 400 FEET; THENCE NORTH 87° WEST 540 FEET TO A POINT 665 FEET SOUTH OF THE NORTHWEST CORNER OS SAID SECTION 8.

PARCEL 16H

THE NORTHEAST QUARTER AND THE SOUTH HALF, SECTION 9, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

ALSO A STRIP OF LAND ACROSS THE NORTHWEST QUARTER OF SAID SECTION 9 BEING A 300 FEET WIDE, 150 FEET ON EACH SIDE OF THE FOLLOWING DESCRIBED CENTER LINE: BEGINNING AT A POINT 790 FEET NORTH OF THE CENTER OF SECTION 9; THENCE SOUTH 84° WEST 850 FEET; THENCE SOUTH 85° WEST 320 FEET; THENCE SOUTH 79° WEST 920 FEET; THENCE SOUTH 75° WEST 300 FEET; THENCE WEST 283 FEET TO A POINT 419 FEET NORTH OF THE QUARTER SECTION CORNER ON THE WEST SIDE OF SAID SECTION 9.

PARCEL 16I

ALL OF SECTION 10, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16J

ALL OF SECTION 11, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16K

ALL OF SECTION 12, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., EXCEPT THE SOUTH HALF OF THE SOUTHEAST QUARTER AND ALSO EXCEPT THE SOUTHEAST QUARTER OF THE SOUTHWEST QUARTER, SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16L

THE NORTHWEST QUARTER OF THE NORTHWEST QUARTER; THE SOUTH HALF OF THE NORTHWEST QUARTER; THE NORTHEAST QUARTER; THE NORTH HALF OF THE SOUTHWEST QUARTER; AND THE SOUTHEAST QUARTER, SECTION 13, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.



PARCEL 16M

THE NORTH HALF; THE SOUTHWEST QUARTER; AND THE NORTH HALF OF THE SOUTHEAST QUARTER, SECTION 14, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16N

ALL OF SECTION 15, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16°O"

ALL OF SECTION 17, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16P

ALL OF SECTION 18, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16Q

THE EAST HALF OF THE SOUTHWEST QUARTER, SECTION 19, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16R

THE NORTHWEST QUARTER; THE NORTHEAST QUARTER; THE EAST HALF OF THE SOUTHWEST QUARTER; AND THE WEST HALF OF THE SOUTHEAST QUARTER, SECTION 21, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16S

THE NORTH HALF; THE NORTH HALF OF THE SOUTHEAST QUARTER; AND THE SOUTHEAST QUARTER OF THE SOUTHEAST QUARTER, SECTION 22, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16T

ALL OF SECTION 23, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16U

THE NORTH HALF AND THE WEST HALF OF THE SOUTHWEST QUARTER, SECTION 24, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16V

THE NORTHWEST QUARTER OF SECTION 25, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.



PARCEL 16W

THE NORTH HALF OF THE NORTHEAST QUARTER AND THE NORTHEAST QUARTER OF THE NORTHWEST QUARTER, SECTION 26, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 16X

THE NORTHEAST QUARTER OF THE NORTHWEST QUARTER AND GOVERNMENT LOT 1, SECTION 31, TOWNSHIP 33 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 19A

THE SOUTHWEST QUARTER OF THE SOUTHEAST QUARTER, SECTION 25, TOWNSHIP 34 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 19B

THE NORTH HALF OF SECTION 27, TOWNSHIP 34 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 19G

THE SOUTHWEST QUARTER OF THE NORTHEAST QUARTER, SECTION 34, TOWNSHIP 34 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 19H

ALL OF SECTION 35, TOWNSHIP 34 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 19I

THE NORTH HALF OF THE NORTHEAST QUARTER AND THE SOUTHWEST QUARTER OF THE NORTHEAST QUARTER, SECTION 36, TOWNSHIP 34 NORTH, RANGE 7 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 20A

THE SOUTH HALF OF THE NORTHWEST QUARTER AND THE NORTH HALF OF THE SOUTHWEST QUARTER, SECTION 29, TOWNSHIP 34 NORTH, RANGE 8 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.

PARCEL 20B

THE SOUTHWEST QUARTER OF THE NORTHEAST QUARTER; THE SOUTHEAST QUARTER OF THE NORTHWEST QUARTER; THE NORTHEAST QUARTER OF THE SOUTHWEST QUARTER; AND GOVERNMENT LOT 3, SECTION 30, TOWNSHIP 34 NORTH, RANGE 8 EAST OF W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON.



PARCEL 17Q

The East 1/2 of the East 1/2, Section 25, Township 34 North, Range 5 East, W.M., situate in Skagit County, Washington.

PARCEL 18S

All of Section 21, Township 34 North, Range 6 East, W.M., situate in Skagit County, Washington.

PARCEL 18T

All of Section 22, Township 34 North, Range 6 East, W.M., situate in Skagit County, Washington

PARCELS 18U and 18V

All that portion of Section 23, Township 34 North, Range 6 East, W.M. lying Westerly of Day Creek, situate in Skagit County, Washington.

PARCELS 18W and 18X

That portion of the following described property lying Westerly of Day Creek. The Northeast 1/4; the Northwest 1/4; and the Southwest 1/4, Section 24, Township 34 North, Range 6 East, W.M., situate in Skagit County, Washington.

PARCEL 18AA

The North 1/2 of the Northwest 1/4; the Southwest 1/4 of the Northwest 1/4; the Southwest 1/4 of the Southwest 1/4; the Southeast 1/4 of the Southwest 1/4; and the Southwest 1/4 of the Southeast 1/4, Section 26, Township 34 North, Range 6 East, W.M., situate in Skagit County, Washington.

PARCEL 18BB

All of Section 27, Township 34 North, Range 6 East, W.M., situate in Skagit County, Washington.

8-EXHIBIT A



200002150001

Kathy Hill, Skagit County Auditor

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PARCEL 18CC

All of Section 28, Township 34 North, Range 6 East, W.M.,
situate in Skagit County, Washington.

PARCEL 18DD

The Northwest 1/4; the Southwest 1/4; and the Southeast 1/4,
Section 29, Township 34 North, Range 6 East, W.M., situate
in Skagit County, Washington.

PARCEL 18EE

All of Section 30, Township 34 North, Range 6 East, W.M.,
situate in Skagit County, Washington.

PARCEL 18FF

Government Lots 4, 5, 6 and 7; the Northeast 1/4; the East
1/2 of the Northwest 1/4; the Northeast 1/4 of the
Southwest 1/4; and the North 1/2 of the Southeast 1/4,
Section 31, Township 34 North, Range 6 East, W.M., situate
in Skagit County, Washington.

PARCEL 18GG

All of Section 32, Township 34 North, Range 6 East, W.M.,
situate in Skagit County, Washington.

PARCEL 18HH

All of Section 33, Township 34 North, Range 6 East, W.M.,
situate in Skagit County, Washington.

PARCEL 18II

All of Section 34, Township 34 North, Range 6 East, W.M.,
situate in Skagit County, Washington.

PARCEL 18JJ

The West 1/2 of the Northeast 1/4; the Northwest 1/4; the
Southeast 1/4; and the Southwest 1/4, Section 35, Township
34 North, Range 6 East, W.M., situate in Skagit County,
Washington.



PARCEL 22B

GOVERNMENT LOT 2; THE SOUTHWEST QUARTER OF THE NORTHEAST QUARTER; THE EAST HALF OF THE NORTHWEST QUARTER; THE EAST HALF OF THE SOUTHWEST QUARTER; AND THE SOUTHEAST QUARTER, IN SECTION 23, TOWNSHIP 35 NORTH, RANGE 6 EAST, W.M., IN SKAGIT COUNTY, WASHINGTON,

PARCEL 22C

GOVERNMENT LOTS 5, 6, 8, 9, 10; THE SOUTHEAST QUARTER; THE SOUTHWEST QUARTER OF THE SOUTHWEST QUARTER AND THE NORTH HALF OF THE SOUTHWEST QUARTER; ALL IN SECTION 24, TOWNSHIP 35 NORTH, RANGE 6 EAST, W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON;

EXCEPT THAT CERTAIN TRACT OF LAND IN SECTIONS 23 AND 24, TOWNSHIP 35 NORTH, RANGE 6 EAST, W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON, EMBRACED IN THAT CERTAIN MINING CLAIM DULY PATENTED ACCORDING TO LAW AND DESCRIBED AS "WASHINGTON", SURVEYOR GENERAL'S SURVEY NO. 85, PATENT NO. 31733, DATED NOVEMBER 3, 1899 AND RECORDED UNDER AUDITOR'S FILE NO. 569061, EXCEPT MINERALS AND SUB-SURFACE RIGHTS.

EXCEPT THAT CERTAIN TRACT OF LAND IN SECTION 24, TOWNSHIP 35 NORTH, RANGE 6 EAST, W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON, EMBRACED IN THAT CERTAIN MINING CLAIM DULY PATENTED ACCORDING TO LAW AND DESCRIBED AS "LAST CHANGE", SURVEYOR GENERAL'S SURVEY NO 84, PATENT NO. 31732, DATED NOVEMBER 3, 1899 AND RECORDED UNDER AUDITOR'S FILE NO. 569062, EXCEPT MINERALS AND SUB-SURFACE RIGHTS;

EXCEPT THAT CERTAIN TRACT OF LAND IN SECTION 24, TOWNSHIP 35 NORTH, RANGE 6 EAST, W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON, EMBRACED IN THAT CERTAIN MINING CLAIM DULY PATENTED ACCORDING TO LAW, DESCRIBED AS "SCOTTISH CHIEF", SURVEYOR GENERAL'S SURVEY NO. 373 (NO PATENT NUMBER) RECORDED IN VOLUME 360 AT PAGE 406 OF THE GENERAL LAND OFFICE, DATED NOVEMBER 3, 1899 AND RECORDED UNDER AUDITOR'S FILE NO. 569063, EXCEPT MINERALS AND SUB-SURFACE RIGHTS;

EXCEPT THAT CERTAIN TRACT OF LAND IN SECTIONS 24 AND 25, TOWNSHIP 35 NORTH, RANGE 6 EAST, W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON, EMBRACED IN THAT CERTAIN MINING CLAIM DULY PATENTED ACCORDING TO LAW DESCRIBED AS "RECORDER" AND ALSO AS "RECORD IRON", SURVEYOR GENERAL'S SURVEY NO. 370 (NO PATENT NUMBER), RECORDED IN VOLUME 360 AT PAGE 403, RECORDS OF THE GENERAL LAND OFFICE, DATED NOVEMBER 3, 1899 AND RECORDED UNDER AUDITOR'S FILE NO. 569064, EXCEPT MINERALS AND SUB-SURFACE RIGHTS.



PARCEL 22D

ALL OF SECTION 25, TOWNSHIP 35 NORTH, RANGE 6 EAST, W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON; EXCEPT ANY PORTION LYING WITHIN THE PATENTED MINING CLAIM DESCRIBED AS "RECORDER" SURVEYOR GENERAL'S SURVEY NUMBER 370 RECORDED UNDER AUDITOR'S FILE NO. 569064.

PARCEL 22E

THE NORTHEAST QUARTER OF THE NORTHWEST QUARTER AND THE NORTH HALF OF THE NORTHEAST QUARTER OF SECTION 26, TOWNSHIP 35 NORTH, RANGE 6 EAST, W.M., SITUATED IN SKAGIT COUNTY, WASHINGTON.

PARCEL 23A

THE EAST HALF OF THE SOUTHWEST QUARTER AND GOVERNMENT LOT 4, SECTION 19, TOWNSHIP 35 NORTH, RANGE 7 EAST, W.M., SITUATE IN SKAGIT COUNTY, WASHINGTON; EXCEPT THAT PORTION OF SAID GOVERNMENT LOT 4, IF ANY, LYING WITHIN MINING CLAIM KNOWN AS "LEGAL TENDER" PATENT TO WHICH WAS RECORDED AUGUST 13, 1958 UNDER AUDITOR'S FILE NO. 569065.



PARCEL 23-C:

Government Lots 7 and 10, and the Southeast 1/4 of Section 21, Township 35 North, Range 7 East, W.M., EXCEPT that certain 100 foot strip over and across said Government Lot 7, as conveyed to Puget Sound and Cascade Railway Company, a Corporation, by Deed dated May 15, 1923, and recorded January 10, 1927, under Auditor's File No. 204773, AND EXCEPT any portion lying within the present or former bed of the Skagit River.

PARCEL 23-E:

The South 1/2 of the South 1/2 EXCEPT that portion thereof lying Westerly of Mill Creek, and the Northeast 1/4 of the Southeast 1/4, all in Section 23, Township 35 North, Range 7 East, W.M.

PARCEL 23-F:

The Northwest 1/4 of the Southwest 1/4; the South 1/2 of the Southwest 1/4 and the East 1/2 of Section 24, Township 35 North, Range 7 East, W.M.

PARCEL 23-G:

All of Section 25, Township 35 North, Range 7 East, W.M.

PARCEL 23-H:

All of Section 26, Township 35 North, Range 7 East, W.M., EXCEPT the Southeast 1/4 of the Northwest 1/4 thereof, AND ALSO EXCEPT that portion thereof lying Westerly of Mill Creek.

PARCEL 23-M:

The Northwest 1/4 of the Northwest 1/4 and the South 1/2 of the North 1/2 of Section 35, Township 35 North, Range 7 East, W.M.

PARCEL 24-A:

The South 1/2 of the Northwest 1/4, Section 17, Township 35 North, Range 8 East, W.M.



PARCEL 24-B:

That portion of Government Lot 4, lying South of the centerline of Finney Creek; the East 1/2 of the Southwest 1/4; the North 1/2 of the Southeast 1/4; and the Southwest 1/4 of the Southeast 1/4, Section 18, Township 35 North, Range 8 East, W.M.

PARCEL 24-C:

All of Section 19, Township 35 North, Range 8 East, W.M.

PARCEL 24-D:

The Northwest 1/4, the Southwest 1/4, and the West 1/2 of the Southeast 1/4, Section 20, Township 35 North, Range 8 East, W.M.

PARCEL 24-E:

The Southeast 1/4 of the Southeast 1/4 and the South 1/2 of the Southwest 1/4 of the Southeast 1/4 of Section 21, Township 35 North, Range 8 East, W.M.

PARCEL 24-F:

All of Section 29, EXCEPT the Southeast 1/4 of the Southeast 1/4, Township 35 North, Range 8 East, W.M.

PARCEL 24-G:

All of Section 30, Township 35 North, Range 8 East, W.M.

PARCEL 24-H:

All of Section 31, Township 35 North, Range 8 East, W.M.

PARCEL 24-I:

The Northeast 1/4; the North 1/2 of the Northwest 1/4; the Southwest 1/4 of the Northwest 1/4, and the Northwest 1/4 of the Southwest 1/4, Section 32, Township 35 North, Range 8 East, W.M.



Parcel 27B

Lot 2 of Skagit County Short Plat No. 48-89, approved January 10, 1990 and recorded January 22, 1990 under Auditor's File No. 9001220041 in Volume 9 of Short Plats, pages 193 and 194 records of Skagit County, Washington; being a portion of Tract B of Plat of "LAKE CAVANAUGH SUBDIVISION NO. 1", as per plat recorded in Volume 5 of Plats, pages 37 to 43, inclusive, records of Skagit County, Washington.

ALSO Tract C of Plat of "LAKE CAVANAUGH SUBDIVISION NO. 1", as per plat recorded in Volume 5 of Plats, pages 37 to 43, inclusive, records of Skagit County, Washington.

EXCEPT that portion of Tract C, "LAKE CAVANAUGH SUBDIVISION NO. 1", as per plat thereof recorded in Volume 5 of Plats, pages 37 to 43, records of Skagit County, Washington, situated in the Northwest 1/4 of the Northwest 1/4, Section 26, Township 33 North, Range 6 East, W.M., Skagit County, Washington, described as follows:

Beginning at the Southeast corner of said Tract C, said corner being on the Northerly margin of Northshore Drive; thence North 00 degrees 20'36" East along the East line of said Tract C, 379.45 feet; thence North 89 degrees 39'24" West, a distance of 245.27 feet to a point on the Westerly line of Tract C, said point being the Northeast corner of Lot 59, Block 2 of said subdivision; thence South 21 degrees 15'00" East along said Westerly line, 115.49 feet to the Southeast corner of Lot 60 of said subdivision; thence South 68 degrees 45'00" West along the Southerly line of said Lot, 327.96 feet to the Northerly margin of Northshore Drive; thence South 61 degrees 45'00" East, 149.44 feet; thence South 81 degrees 12'00" East, 325.19 feet; thence South 59 degrees 34'00" East, 67.03 feet to the true point of beginning.

PARCEL 27C

TRACTS A, B AND C, "LAKE CAVANAUGH SUBDIVISION NO. 2," ACCORDING TO THE RECORDED PLAT THEREOF, FILED FOR RECORD IN THE OFFICE OF THE AUDITOR OF SKAGIT COUNTY, WASHINGTON, UNDER VOLUME 5 OF PLATS, PAGE 49.

Parcel 27D:

Tract A, "LAKE CAVANAUGH SUBDIVISION NO. 3", according to the recorded plat thereof in the office of the Auditor of Skagit County, Washington, in Volume 6 of Plats, pages 25 through 31.

14-EXHIBIT A



200002150001

Kathy Hill, Skagit County Auditor

"Last Chance"

That certain tract of land in Section 24, Township 35 North, Range 6 East, W.M., situate in Skagit County, Washington, embraced in that certain mining claim duly patented according to law and described as "Last Chance." Surveyor General's Survey No. 84, Patent No. 31732, dated November 3, 1899 and recorded under Auditor's File No. 569062, EXCEPT minerals and sub-surface rights.

Tax Account No. 100000-0-010-0006 R15002

"Recorder" and "Record Iron"

That certain tract of land in Section 24 and 25, Township 35 North, Range 6 East, W.M., situate in Skagit County, Washington, embraced in that certain mining claim duly patented according to law described as "Recorder" and also as "Record Iron", Surveyor General's Survey No. 370 (no patent number), recorded in Volume 360 at page 403, records of the General Land Office, dated November 3, 1899 and recorded under Auditor's File No. 569064, EXCEPT minerals and sub-surface rights.

Tax Account No. 103600-6-041-0004 R15169
100000-0-200-0006 R15021
103600-6-042-0003 R15170

"Scottish Chief"

That certain tract of land in Section 24, Township 35 North, Range 6 East, W.M., situate in Skagit County, Washington, embraced in that certain mining claim duly patented according to law, described as "Scottish Chief", Surveyor General's Survey No. 373 (no patent number) recorded in Volume 360 at page 406 of the General Land Office, dated November 3, 1899 and recorded under Auditor's File No. 569063, EXCEPT minerals and sub-surface rights.

Tax Account No. 100000-0-200-0006 R15021



"Washington"

That certain tract of land in Sections 23 and 24, Township 35 North, Range 6 East, W.M., situate in Skagit County, Washington; embraced in that certain mining claim duly patented according to law and described as "Washington", Surveyor General's Survey No. 85, Patent No. 31733, dated November 3, 1899 and recorded under Auditor's File No. 569061, EXCEPT minerals and sub-surface rights.

Tax Account No. 100000-0-020-0004 P15003

"Keystone"

That certain tract of land in Sections 29 and 30, Township 35 North, Range 7 East, W.M., situate in Skagit County, Washington, embraced in that certain mining claim duly patented according to law described as "Keystone", Surveyor General's Survey No. 372, Patent No. 31735, dated November 3, 1899 and recorded under Auditor's File No. 569066, EXCEPT minerals and sub-surface rights.

Tax Account No. 100000-0-190-0008 R15020

"Legal Tender"

That certain tract of land in Sections 19 and 30, Township 35 North, Range 7 East, W.M., situate in Skagit County, Washington, embraced in that certain mining claim duly patented according to law described as "Legal Tender", Surveyor General's Survey No. 371, Patent No. 31734, dated November 3, 1899 and recorded under Auditor's File No. 569065, EXCEPT minerals and sub-surface rights.

Tax Account No. 100000-0-180-0000 R15019



EXHIBIT B

TITLE EXCEPTIONS

1. Liens for current taxes or assessments not yet due and payable.
2. Rights of tenants, as tenants only, under outstanding leases made or assumed by Grantor and assigned to Grantee by Grantor.
3. Logging Contracts, Cutting Contracts and Timber Deeds made or assumed by Grantor and assigned to Grantee by Grantor.
4. All encumbrances and other exceptions to title to the Property which, as of the date of this deed, are disclosed by the public records, or which would be disclosed by a thorough physical inspection or an accurate survey of the Property, including, but not limited to easements, claims of easements, boundary line disputes, overlaps, encroachments, public roads, highways, cemeteries and railroads, if any.
5. Rights of upper and lower riparian owners in and to the use of the streams and rivers that may be located on the Property.
6. Title to artificially filled lands and lands lying below the ordinary high water mark of any navigable streams which cross or abut the Property.
7. Zoning laws, regulations and ordinances.
8. The location, use, maintenance or existence of any cemetery, burial ground or historical site or monument anywhere on the Property.
9. All rights of the federal or state governments with respect to any waterway which is adjacent to or which crosses the Property or any portion or portions thereof.
10. Unpatented mining claims; reservations or exceptions in patents or in Acts authorizing the issuance thereof, whether or not the foregoing are shown by the public records.

