

3/1/2006 Page

1 of 27 9:08AM

When recorded return to:
Department of Natural Resources
Northwest Region
Attn: Kathi Ray
919 N. Township St.
Sedro-Woolley, WA 98284

STATE OF WASHINGTON DEPARTMENT OF NATURAL RESOURCES DOUG SUTHERLAND, Commissioner of Public Lands

Grantor: Longview Fibre Company

Grantee: State of Washington Department of Natural Resources

Legal Description: Sections 3, 34, and 35 of Township 34 North, Range 5 East, Section 5 of Township 34 North, Range 6 East, Sections 4, 5, 9, and 17 of Township 36 North, Range 5 East, Sections 33 and 34 of

Township 37 North, Range 5 East, W.M. All located in Skagit and Whatcom Counties.

Assessor's Property Tax Parcel or Account Number: P30005; P30622; P30624; P30627; P30654;

P50858; P50859; P50929; P50933; P50949; 3705332000760000; 3705341351320000.

Cross Reference: AFN 200401300177 in the records of Skagit County.

Grantor: State of Washington Department of Natural Resources

Grantee: Longview Fibre Company

Legal Description: Sections 27, and 35 of Township 34 North, Range 5 East, Section 34 of Township 35 North, Range 6 East, Section 7 of Township 35 North, Range 9 East, Sections 7, 8, and 18 of Township 36 North, Range 5 East, W.M. All within Skagit County.

Assessor's Property Tax Parcel or Account Number: P30411; P30626; P42171; P44411; P50925;

P50928; P50930; P50985.

Cross Reference: AFN 200401300177 in the records of Skagit County.

SKAGIT COUNTY WASHINGTON
REAL ESTATE EXCISE TAX

DNR Easement No. 55-074132 / 50-074105

MAR 0 1 2005

EASEMENT EXCHANGE SUPPLEMENT #1 Skagit Co. Treasurer

The Supplemental Agreement herein "Supplement" is between LONGVIEW FIBRE COMPANY, a Washington corporation, herein called "Exchanger" and the STATE OF WASHINGTON, acting by and through the Department of Natural Resources, herein called "State" dated as of February 17, 2006 "Effective Date".

RECITALS

A. Whereas, on the 16th day of January, 2004, Exchanger and State entered into an easement, hereinafter "Original Easement", which was recorded in the records of

Skagit County, Washington on the 30th day of January, 2004, under Auditor's File No. 200401300177.

- B. Whereas, both parties wish additional easements, and
- C Whereas, portions of the Original Easement were built in a location that does not benefit State and State wishes an easement across an alternate route,
- D. Whereas State wishes to quitclaim a previously granted portion of the Original Easement.

Now, therefore, Exchanger and State agree to supplement, hereafter "Supplement", the Original Easement Agreement as follows:

AGREEMENT

- 1. Exchanger hereby grants and conveys, to State, its successors and assigns, a permanent, non-exclusive easement over parcels of land in Skagit and Whatcom Counties legally described as set forth in Exhibit B, said easement to be sixty (60) feet in width running thirty (30) feet on each side of the center line of roads located or to be constructed approximately as shown on Exhibit C1 through C16, (hereafter Easement Area or Road).
- 2. In consideration State hereby grants and conveys, to Exchanger, its successors and assigns, a permanent, non-exclusive easement over parcels of land in Skagit County legally described as set forth in Exhibit A, said easement to be sixty (60) feet in width running thirty (30) feet on each side of a center line of roads located or to be constructed approximately as shown on Exhibit C1 through C16, (hereafter Easement Area or Road).
- 3. In additional consideration, State, hereby relinquishes a portion of its right of access created by the Original Easement, over property located in Skagit County legally described as follows:

That portion of road in the W1/2NW1/4SW1/4, SW1/4SW1/4NW1/4 Section 1; SE1/4 Section 2; E1/2NE1/4, NW1/4NE1/4, NE1/4NW1/4 Section 11, all in Township 34 North, Range 5 East, W.M as shown on Exhibit D of Supplement.

4. In additional consideration, State shall pay TWO HUNDRED FIFTEEN
THOUSAND, SIX HUNDRED FORTY AND NO/100 DOLLARS (\$215,640.00) to
Exchanger within 60 days of execution of this Agreement.

200603010016 Skagit County Auditor

3/1/2008 Page

Page 2 of 27

- 5. State will build the BR-4630 road, located in Sections 34 and 35, Township 34 North, Range 5 East, W.M., from station 8+13 to station 37+12 (State's property line), as shown on Exhibit C-2 & C3, in conjunction with the Reality Reach timber sale. If State does not build this road by October 31, 2008, State shall pay Exchanger THIRTY-FOUR THOUSAND, SIXTY AND NO/100 DOLLARS (\$34,060.00), unless State and Exchanger agree upon a different resolution in writing. Payment of the above sum or agreed upon alternative resolution shall be the sole and exclusive remedy available to Exchanger if State fails to build the road.
- 6. Exchanger will be responsible for road construction in the easement area in the SW1/4SE1/4SE1/4 Section 27, Township 34 North, Range 5 East, W.M., approximately in the location as shown on Exhibit C-1.
- 7. Exchanger will build the road located in the SE1/4 of Section 34, Township 34 North, Range 5 East, W.M., in the location shown approximately on Exhibit C-3, to Forest Practice specifications for a permanent timber haul road, by October 31, 2008. If Exchanger does not build this road by the required date, Exchanger shall pay State NINETY-FOUR THOUSAND, EIGHT HUNDRED SEVENTY-TWO AND NO/100 DOLLARS (\$94,872.00), unless State and Exchanger agree upon a different resolution in writing. Payment of the above sum or agreed upon alternative resolution shall be the sole and exclusive remedy available to State if Exchanger fails to build the road.
- 8. State and Exchanger agree the following terms shall apply to Supplement:

Nature of Estate. These easements shall be deemed appurtenant to real property located in Skagit and Whatcom Counties legally described as set forth in Exhibits E and F (hereafter Benefited Parcels); Provided, however, that either party may add after acquired property to the easement area, subject to agreement between the parties pertaining to re-allocation of easement costs pertaining to such after acquired property.

Exhibits. All exhibits referenced in Supplement are incorporated as part of Supplement.

Except as herein supplemented, all of the terms, conditions, and reservations of the Original Easement shall remain in full force and effect.

200603010016 Skagit County Auditor

3/1/2006 Page

3 of

IN WITNESS WHEREOF, the parties hereto have executed this instrument, in duplicate to become effective as of the day and year first above written.

By:

LONGVIEW FIBRE COMPANY

Dated: January 31, 2006

Blake Kowe

BLAKE ROWE

Senior Vice President of Timber 300 Fibre Way P.O. Box 639 Longview, WA 98632

Phone: (360) 425-1550 Fax: (360) 575-5934

STATE OF WASHINGTON
DEPARTMENT OF NATURAL RESOURCES

Dated:

,

By:

DOUG SUTHERLAND

Commissioner of Public Lands 1111 Washington ST SE

MS: 47001

Olympia, WA 98504-7001 Phone: (360) 902-1004

Fax: (360) 902-1775

Affix Seal of Commissioner of Public Lands

Approved as to Form only this 23rd day of January, 2006 by Mike Rollinger Assistant Attorney General for the State of Washington

200603010016 Skagit County Auditor

3/1/2006 Page

4 of

REPRESENTATIVE ACKNOWLEDGEMENT

State of Washington

County of Cowlitz

I certify that I know or have satisfactory evidence that BLAKE ROWE is the person who appeared before me, and said person acknowledged that he signed this instrument, on oath stated that he was authorized to execute the instrument and acknowledged it as the Senior Vice President of Timber of Longview Fibre Company to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

(Seal or stamp)

lea (Ann Thomas bile Ann Thomas

Notary Public in and for the State of Washington, residing at Courter of Courte

My appointment expires 9-13-1)6

Skagit County Auditor

3/1/2006 Page

STATE ACKNOWLEDGEMENT

State of Washington

County of Thurston

I certify that I know or have satisfactory evidence that DOUG SUTHERLAND is the person who appeared before me, and said person acknowledged that he signed this instrument, on oath stated that he was authorized to execute the instrument and acknowledged it as the Commissioner of Public Lands, and administrator of the Department of Natural Resources of the State of Washington to be the free and voluntary act of such party for the uses and purposes mentioned in the instrument.

	Dated:	2/17	100
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(Seal or stamp)



Donita G. Her

(Signature

Bonita R. HILL

(Print Name)

Notary Public in and for the State of Washington, residing at <u>Dlympia</u>.

My appointment expires 5.19.09.

200603010016 Skagit County Auditor

3/1/2006 Page

₿ of 🌷

EXHIBIT A State's Burdened Parcels

State:	Section	Township	Range
SE1/4SE1/4	27	34N	5E
NW1/4NW1/4	35	34N	5E
W1/2SW1/4, SE1/4SW1/4	34	35N	6E
GL6	7	35N	9 E
S1/2SE1/4, NE1/4SE1/4, NW1/4SE1/4 East of the Seattle and International Railway Co. railroad r/w, as described			
in that deed recorded in Volume 35 of Deeds, page 537, records of Skagit Co.	7	36N	5E
SW1/4	8	36N	5E
NW1/4NE1/4	18	36N	5E

2 0 0 6 0 3 0 1 0 0 1 6 Skagit County Auditor

3/1/2006 Page

7 of / :

EXHIBIT B Exchanger's Burdened Parcels

Exchanger:	Section	Township	Range
SE1/4SE1/4	3	34N	5 E
NE1/4NE1/4, N1/2SE1/4, GL6, GL7	34	34N	5E
NE1/4SW1/4, E1/2NW1/4, GL3	35	34N	5E
N1/2NW1/4, NW1/4NE1/4, GL5, GL6, GL7	5	34N	6E
SW1/4, S1/2NW1/4, GL2, GL3	4	36N	5 E
SE1/4NW1/4, SW1/4, SE1/4, S1/2NE1/4	5	36N	5 E
NW1/4, GL3, GL5, GL6, GL7, GL8, GL9, GL10, GL11, GL12	9	36N	5E
E1/2SW1/4, SE1/4		36N	5E
S1/2SE1/4, NE1/4SE1/4, SE1/4SW1/4	33	37N	5E
NW1/4SW1/4, S1/2SW1/4, SW1/4SE1/4	34	37N	5E

200603010016 Skagit County Auditor

3/1/2006 Page

8 of

Exhibit C-1 Township 34 North, Range 5 East, W.M. East Fork Nooknehamps Creek 2400 28 26 Legend **DNR Lands** Existing Roads Granted to DNR Longview Fibre Lands ■■■■ New Construction Area Granted to DNR **Public Land Survey Sections** Existing Roads Granted to Longview Fibre oooo New Construction Area Granted to Longview Fibre Public Land Survey Townships 1,000 Feet 500 Section Number = Roads Drawn By: Mike Finlay Stream Type F, S, or N - Railroad 10/17/2005 Stream Type Unknown

200' Contours

- 40' Contours

Marsh / Bog / Wetland



Scale 1" = 1000'

Exhibit C-2 Township 34 North, Range 5 East, W.M. 2800 6R-4630 N Legend **DNR Lands** Existing Roads Granted to DNR Longview Fibre Lands New Construction Area Granted to DNR Public Land Survey Sections Existing Roads Granted to Longview Fibre **New Construction Area** Public Land Survey Townships 1,000 Feet 500 Granted to Longview Fibre 34 Section Number Roads

Easement Exchange –Supplement #1

Railroad

Railroad Grade

- 200' Contours

- 40° Contours

Page 10 of 27



Drawn By: Mike Finlay

10/17/2005

Scale 1" = 1000'

Stream Type F, S, or N

Stream Type Unknown

Marsh / Bog / Wetland

Exhibit C-3
Township 34 North, Range 5 East, W.M. Walker Creek Legend **DNR Lands** Existing Roads Granted to DNR Longview Fibre Lands New Construction Area Granted to DNR Public Land Survey Sections Existing Roads Granted to Longview Fibre New Construction Area
Granted to Longview Fibre Public Land Survey Townships 500 1,000 Feet Section Number Roads Drawn By: Mike Finlay Stream Type F, S, or N → Railroad 10/17/2005 Railroad Grade Stream Type Unknown

3/1/2006 Page

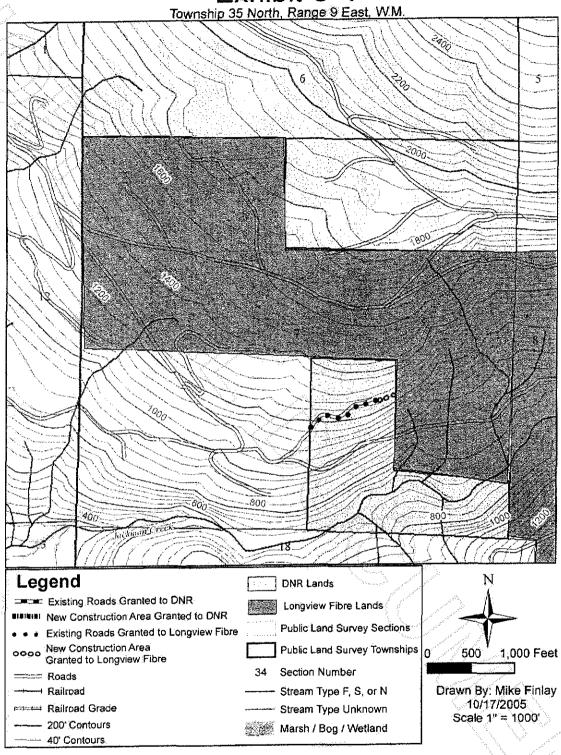
Scale 1" = 1000'

- 200' Contours

40' Contours

Marsh / Bog / Wetland

Exhibit C-4



Page 12 of 27

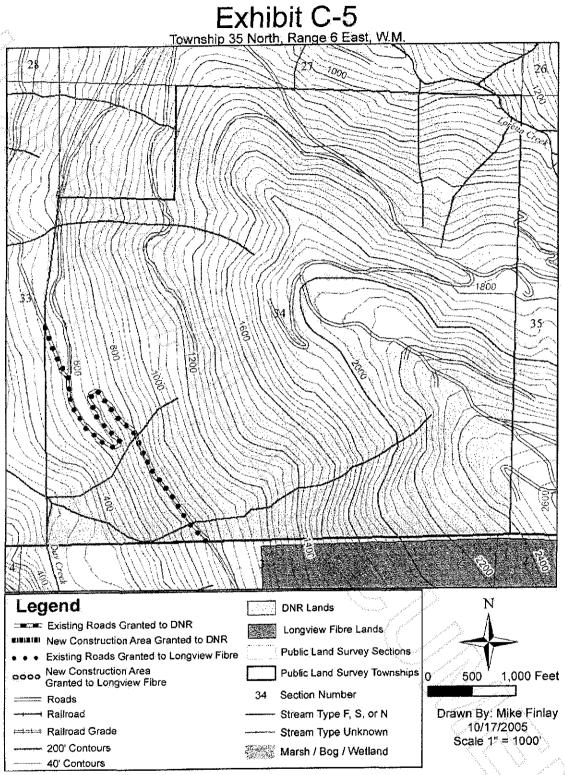


Exhibit C-6

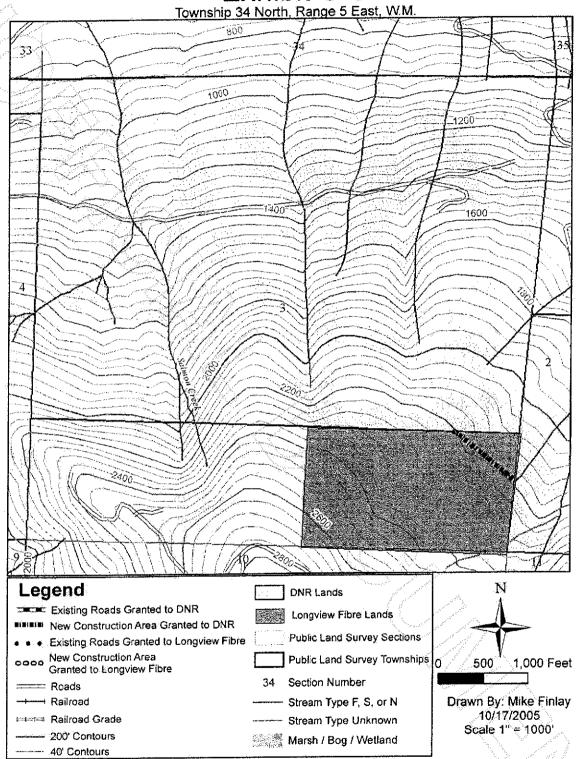
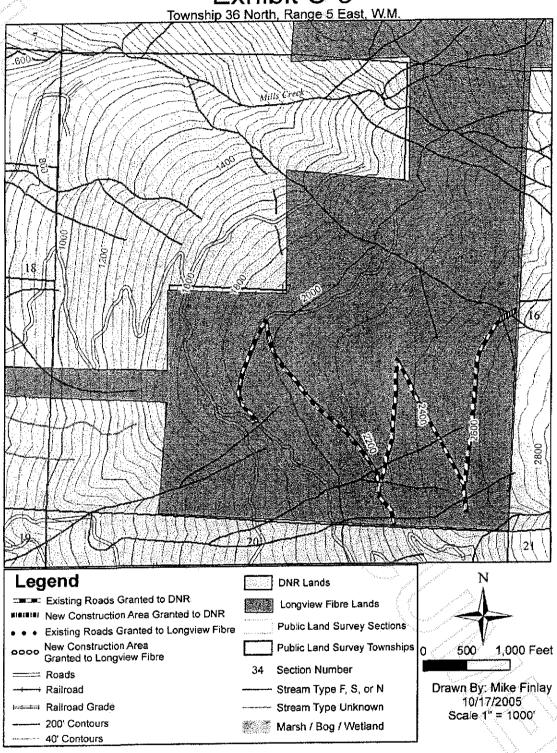




Exhibit C-7
Township 34 North, Range 6 East, W.M. Legend **DNR Lands** Existing Roads Granted to DNR Longview Fibre Lands BIBLE New Construction Area Granted to DNR **Public Land Survey Sections** • Existing Roads Granted to Longview Fibre New Construction Area Granted to Longview Fibre Public Land Survey Townships 500 1,000 Feet Section Number Roads Stream Type F, S, or N - Railroad Drawn By: Mike Finlay Railroad Grade Stream Type Unknown 10/17/2005 - 200' Contours Marsh / Bog / Wetland Scale 1" = 1000' --- 40' Contours



Exhibit C-8



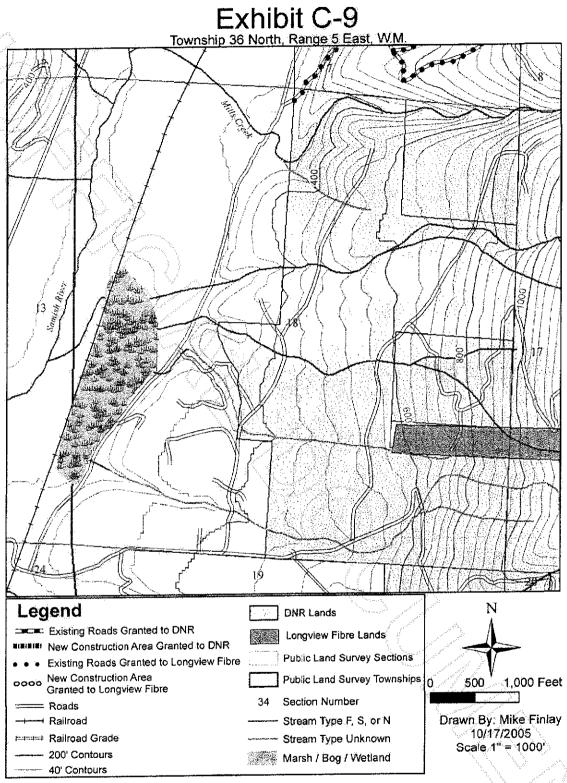
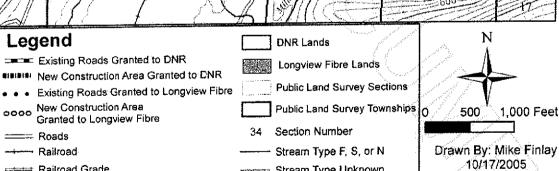




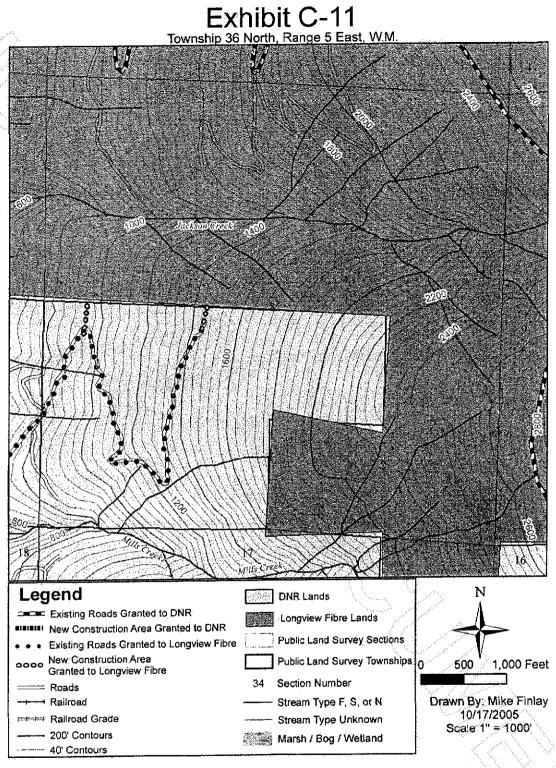
Exhibit C-10
Township 36 North, Range 5 East, W.M. N

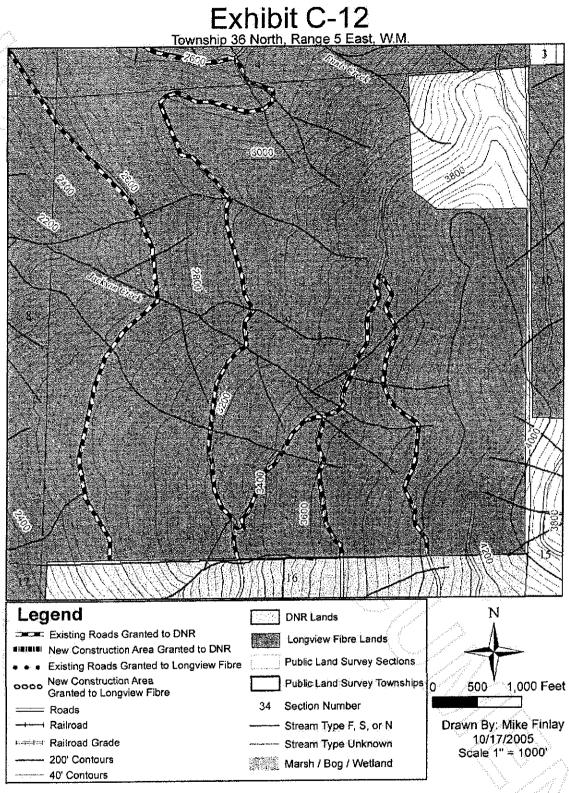


3/1/2006 Page

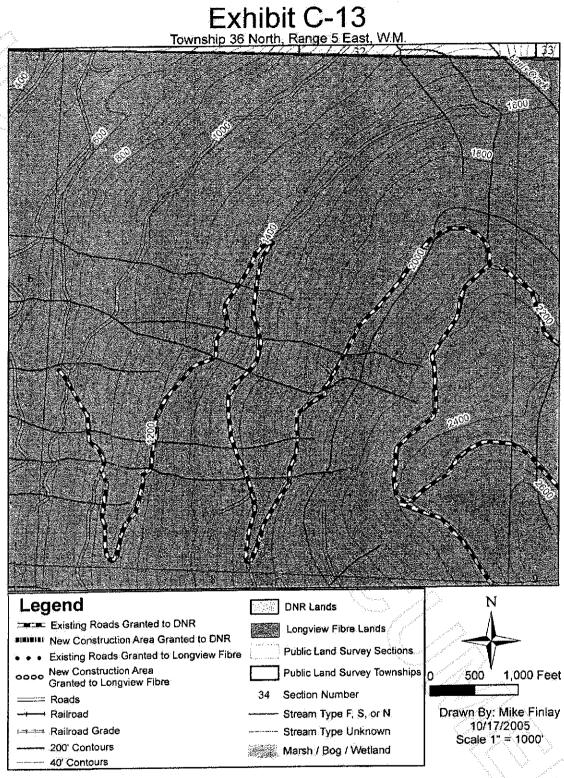
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1,000 Feet









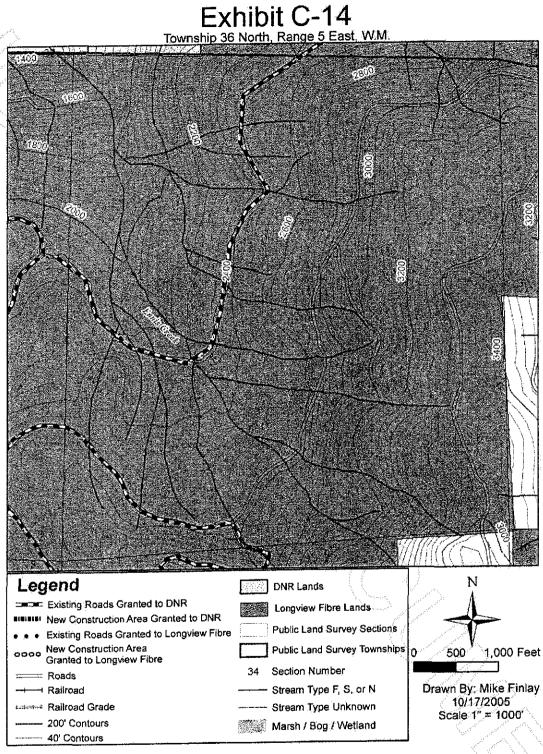


Exhibit C-15
Township 37 North, Range 5 East, W.M. Legend DNR Lands Existing Roads Granted to DNR Longview Fibre Lands New Construction Area Granted to DNR **Public Land Survey Sections** • • Existing Roads Granted to Longview Fibre New Construction Area Public Land Survey Townships 1,000 Feet 500 Granted to Longview Fibre 34 Section Number = Roads Drawn By: Mike Finlay - Stream Type F, S, or N → Railroad 10/17/2005

Railroad Grade

- 200' Contours

40' Contours

- Stream Type Unknown

Marsh / Bog / Wetland

Scale 1" = 1000"

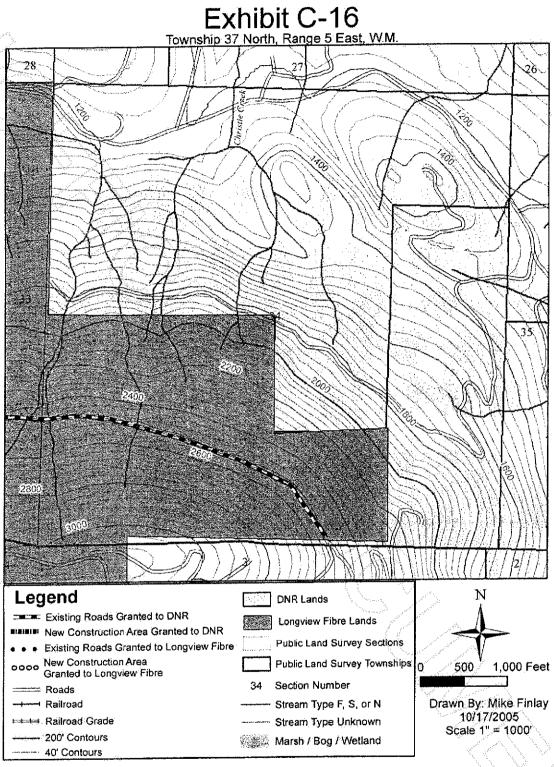
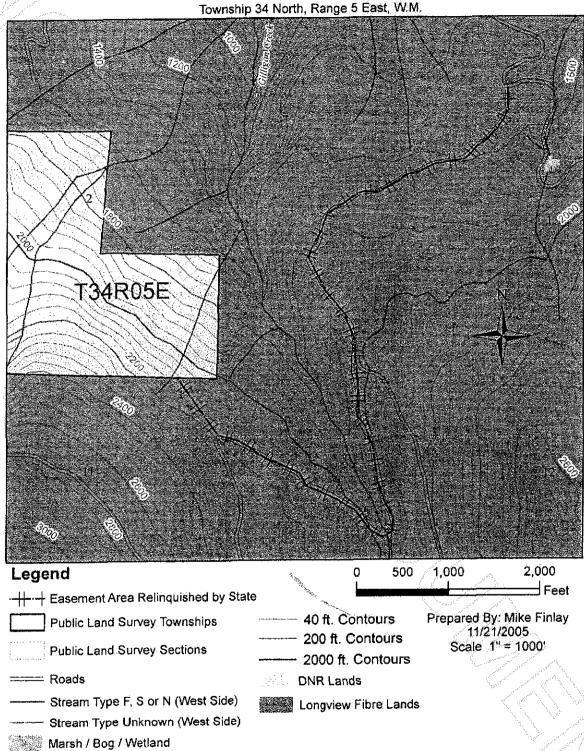


EXHIBIT D

Easement Relinquishment Area



Easement Exchange -Supplement #1

Page 25 of 27

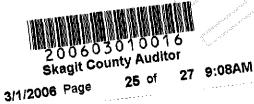


EXHIBIT E State's Benefited Parcels

	Section	Township	Range
• \$1/2\$W1/4, NW1/4\$W1/4	2	34N	5E
• SE1/4SE1/4	27	34N	5E
• NW1/4NW1/4	35	34N	5E
• E1/2NW1/4, NW1/4NE1/4, S1/2NE1/4	34	34N	5E
• GL2, GL3, GL4	5	34N	6E
• S1/2SE1/4, S1/2SW1/4SE1/4	32	35N	6E
• ALL	16	36N	5E
• N1/2NE1/4	20	36N	5E
• SE1/4SE1/4	34	37N	5E

200603010016 Skagit County Auditor

3/1/2006 Page

26 of

EXHIBIT F Exchanger's Benefited Parcels

		Section	Township	Range
•	SW1/4SE1/4	27	34N	5E
•	NE1/4NE1/4	34	34N	5E
•	E1/2 less GL1	1	34N	6 E
•	GL3, GL4, GL5, GL12,			
	N1/2SW1/4, N1/2SE1/4	2	34N	6E
•	GL1, GL2, GL7, GL8, GL9	3	34N	6E
•	SE1/4NE1/4	10	34N	6E
•	NW1/4, NE1/4, SE1/4	11	34N	6E
•	ALL	12	34N	6E
•	ALL	13	34N	6E
•	NE1/4	14	34N	6E
•	W1/2SE1/4NE1/4, NW1/4NE1/4SE1/4		35N	9E
•	SW1/4NW1/4, NW1/4SW1/4	8	35N	9E
•	S1/2NE1/4	7	36N	5E
•	S1/2NW1/4	8	(36N)	5E