BOOK 77 PAGE 6/6

3-5-34-700 3-5-33-2500 5K11645

## TIMBER SALE CONTRACT

THIS CONTRACT, made as of November 26, 1979, between ERNEST R. RAND and FNID P. RAND, husband and wife; MATTHEW CALIFF and ELAINE J. CALIFF, husband and wife; WILLIAM S. UPSON and KIM C. UPSON, husband and wife, and CHOWN ZELLER-BACH CORPORATION, having places of business in the State of Washington at Cathlamet, Washington and the State of Oregon at Portland, Oregon (hereinafter called "Vendee").

# 1. Representations of Vendors:

The Vendors are purchasin ertain land and timber under contract dated November 6, 1975, covering the property described below.

# 2. Timber Sale/Description of Property:

Vendors hereby convey and warrant to Vendee, upon the terms and conditions hereinafter set forth, all conifer merchantable timber 10" stump diameter As. OF " 24-77 and larger, standing, dead and down, not marked with blue paint, free and clear of all liens and encumbrances, located on the property hereinafter described:

The North half of the Southeast quarter, and the Northeast quarter of the Southwest quarter of Section 33; and the North half of the Southwest quarter of Section 34; all in Township 2 North, Range 5 East of the Willemette Meridian.

## 3. Purchase Price:

The total purchase price for the conveyance of the above-described timber is the sum of One Hundred Sixty-Eight Thousand, Three Hundred and No/100 Dollars (\$168,300.00) of which Fifty Thousand Dollars (\$50,000.00) shall be paid at the closing hereof and the principal balance of One Hundred Eighteen Thousand, Three Hundred and No/100 Dollars (\$118,300.00) shall be paid in two (2) annual install-ments with interest thereon at 9% per annum on the unpaid balance.

The first annual installment of \$90,000.00 on January 9, 1980; The second annual installment of \$28,300.00 on January 9, 1981

## 4. Timber Removal:

Vendee may cut and remove such timber from the above-described lends as it chooses at its convenience, in such quantities and at such times as it may desire during the dry summer months, between the date hereof and December 31, 1933.

1 - TIMBER SALE CONTRACT



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## 5. Taxes:

Vendee agrees to be responsible for all Washington State Timber Excise Taxes, if any, imposed as a result of the severance of said timber. Vendors agree to be responsible for all other taxes due either as a result of the sale of the timber, the conveyance of an interest in the land, the ownership of the land or otherwise, including but not limited to the 1% Real Estate Excise Tax and the document stamp tax.

## 5. Expiration and Revesting:

The Vendee shall have until December 31, 1983, to remove the merchantable conifer timber from the above-described property and any timber remaining on the premises after that date shall be revested in the Vendors.

## 7. Usm of Property:

Upon the execution hereof, the Vendee shall have the right of ingress and egress over, on and across the property, including use of Wantland Road, and the right to cut, manufacture and remove all conifer merchantable timber 10" stump diameter and larger, therefrom; and the right to build truck roads, bridges and other structures, subject to Vendor's approval, as may be suitable or proper for the practical and convenient logging of said timber at its own cost and free of any liens or charges against the real property above described. Vendors agree that neither they nor their successors or assignees will in any way interfere with Vendee's use or logging of the property.

## 8. Performance:

Vendee agrees that all logging operations shall be carried on in a skillful and workman-like manner and to conform to the usual logging practices, to avoid waste, and to comply with all the laws of the State of Washington and other governmental authority, including the Washington Forest Practices Act and to guard against allowing any contaminents to enter the residential water system, and exercise due care while working near the family residences and community hall.

### 9. Forest Practices:

Vendors agree to execute the necessary forest practices applications and acknowledge Vendee's unrestricted right to out and remove the timber.

Vendee ugrees, in reforestation, to furnish to Vendor 500 Noble fir seedlings and enough 2/0, bare root Douglas Fir anadlings to plant 400 Douglas

## 2 - TIMBER SALE CONTRACT

Fir seedlings per acre on all cut-over lent resulting from its operations hereunder the first spring planting season following logging. Vendors agree to plant suits seedlings.

## 10. Payment:

- (a) <u>Prepayment</u>: No prepayment of the balance dust shall be made by Vendee to Vendors unless Vendors request same, which request will be in writing,
- (b) <u>Delay in Operations</u>: In the event Vendue is denied entry to the property herein described or is prevented at interrupted in logging or removal of the timber sold hereunder due to any act of the Vendors or their respective heirs, successors or assigns, Vendee may withhold further payments until the cause of such denial of entry or prevention or interruption in logging or removal of timber is cured.

## 11. Title Insurance:

Vendors shall, as a part of the purchase price, provide Valdee with a standard purchaser's title insurance policy, on the timber only, insuring Venice's interest in the timber in the amount of One Hundred Sixty-eight Thousand Three Mundred Dollars (\$168,300.00) subject only to those exceptions identified as 1, 4, 5, 6, 7, 8, 9, 10 in the preliminary Title Report No. SK-11645 from Skamania County Title Company, dated August 20, 1979, and updated by Supplemental Report dated November 9, 1979. Such title insurance policy shall show the Vendors as vestee in the timber only, and Vendee as the insured.

## 12. Risk of Loss and Title:

Vendes upon execution and delivery of this agreement. Title to all marchantible timber sold by this contract shall vest in Vendes as of the data marcof, subject to the revesting provisions set forth hereinheadore.

## 13. Hold Harmless:

Vendee shall hold Vandors harmless from any loss to third parties decasioned by the presence of Vandee on the premises herein described, provided that Vendee is legally liable therefore.

3 - TIMBER SALE CONTRACT

## 14. Roads:

As a part of the consideration herein, Vendee agrees to maintain Vendors' roads in the condition they are as of the date hereof while working on Vendors' property, and to repair any damage resulting from Vendee's activities on said roads and to return them in as good condition as originally found; to leave ditches, culverts, waterbars and bridges in a clean and workable condition, and to properly drain all temporary or permanent roads it constructs in order to minimize exosion and stream pollution. Vendee agrees to construct 40+00 stations of all weather access road as soon as practical and environmentally sound, with permits and inspections receiving approval, along a mutually agreed upon route as shown in Exhibit "A", and as outlined in road specifications Exhibit "B", by August 30, 1980.

### 15. Residential Restrictions:

Vendee agrees that all traffic associated with logging activities will exercise due caution while working in and around the residential and ranching areas as identified in Exhibit 'A"; to obey posted speed limits; and to help control excessive dust with a mutually acceptable dust palative.

## 16. Succeasors and Assigns:

This contract is binding on the successors and assigns of Vendors and Vendees.

## Firewood Reservation:

ony other logging debris resulting from Vendee's activities so long as the reservation does not interfere with Vendee's obligations under the Washington Forest Practices Act.

Vendors reserve for their personal firewood use all the hardwoods, and

IN WITNESS WHEREOF, the parties hereto have caused 'his instrument to be executed by the duly authorized officers and to be effective . of the day and date first above ritten.

CROWN ZELLERBACH CORPORATION

Attest

Assistant Secretary

- TIMBER SALE CONTRACT

Vice Presiden

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Ernest R. Rand	Ened D. Durd
Matthew Galiff	Elaine S. Califf
William S. Upson	Kin C. Ujson
STATE OF OREGON )  Section (Section 1)  County of Multnomah )	owledged before me this 2700
day of Yor Marchine, 1979, by J. Bruce Fulton, Vice President, and W. B.	
Freck, Assistant Secretary, of CROWN ZELLER	BACH CORPORATION, a Nevada corporation,
on behalf of the "poration.	Notary Public for Oregon
Charles of the Control of the Contro	My commission expires: C
STATE OF WASHINGTON ) 88.	UK.
	RNEST R. RAND and ENID D. RAND, nusband
and wife; MATTHEW CALIFF and ELAINE 7. CALI	FF, husband and wife; WILLIAM S. UFSON
and KIM C. UPSON, husband and wife to me known to be the individuals described in	
and who executed the within and foregoinging	nstrument, and acknowledged that they
signed the same as their free and voluntary	act and deed, for the uses and purposes
therein,mentioned.	
CIVEN under my hand and official	seal this 30th day of face 1978
1979 Adament R. Rand (only)	Novary Public in shd for the State of
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5 - TIMBER SALE CONTRACT	My commission explanesonmission Expressionanter 7, 1932
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STATE OF WASHINGTON County of Skamania

On this day personally appeared ENID D. RAND; CALIFF and ELAINE J. CALIFF, husband and wife; WILLIAM S. UPSON and KIM C. UPSON, husband and wife, to me known to be the individuals described in and who executed the within and foregoing instrument, and acknowledged that they signed the same as their free and voluntary act and deed, for the uses and purposes therein mentioned.

GIVEN under my hand and official seal this 30th day of November, 1979.

> ind and f State of Washington, resi at Carson. Wa.

COUNTY OF SKAMANIA

I HEREBY CERTIFY THAT THE WIVE IN

REGISTORED marxed: Un. rior gove RECTEVED:

COMPARED SZATE D

## EXHIBIT "E"

# MINIMUM SPECIFICATIONS FOR CZC SILVER STAR RANCH ROAD

## clearing

Fell timber on right-of-way as marked to adequate width to construct a road and not cover residual timber stand with earth or debris. Minimum width is 30 feet. Fell all danger trees, learners and snags, as marked by CZC, that are outside the right-of-way, which could fall and hit the road.

Deck all merchantable logs within ownership in neat workmanlike decks.

#### Grubbing

- Stumps Remove stumps within a 20-foot subgrade and those which are undercut at the top of slope. Split stumps over 20" diameter; quarter those over 42" diameter.
- Accomplish disposal of debris created by construction or improvement by one of the following methods, or as specified:
  - Pile and burn;
  - Burying in fills that do not support the roadbed and waste areas where slopes are less than 40 per
  - or by lopping and scattering outside the right-ofway clearing when natural openings exist (provided that no unsightly accumulations result);
  - By any other method specifically approved or directed by CZC.

#### 3. Drainage

- Culverts Control stream and surface water to minimize stream sedimentation. Install corrugated steel of standard gauge as directed by CZC or required in the contract in accordance with National Corrugated Metal Pipe Association Manual. Place culverts prior to removal of timber from cutting units. All culverts are designed and construction staked. Construct the outlet end of all culverts beyond the too of the roadfill. Rock the ground surface at the outlet end of the culvert if necessary to prevent surface erosion. Do not terminate culvert outfall on soil that will erode.
- Ditches Construct a 2-foot ditch 1 root deep or as designed along edge of roadway on al sidehill sections and along both sides on through cut bections. Outslopping is optional as directed by CZC.

4. Grading

Grading follows CZC marked location. Grade and alignment must have smooth continuity without breaks or jogs. All excavation is placed in a condition that will remain state and not affected by water. Keep excavation to a minimum.

- A. Compaction All excavation used in fills that support the roadway or placed in waste areas shall be compacted in 1" lifts by a minimum of two passes with a D-7 sized tractor or as directed by CZC.
- B. Subgrade Sidehill width 18 feet; thru cut 20'; mini num radius curve 60 feet; maximum grades favo able 18% adverse 12%; excavate to full bench on slop is over 50%.
- C. Cut Nlopes side sloper to 55% 1:1
  55% 70% 3/4:1
  70% + and Hardpan 1/2:1
  Rock
  Fill Slopes - 1 1/2:1 or as directed by State
- D. Blade roadway to smooth surface at termination of hauling.
- E. Crown: 4-inch minimum if surfaced.

#### 5, Ballast

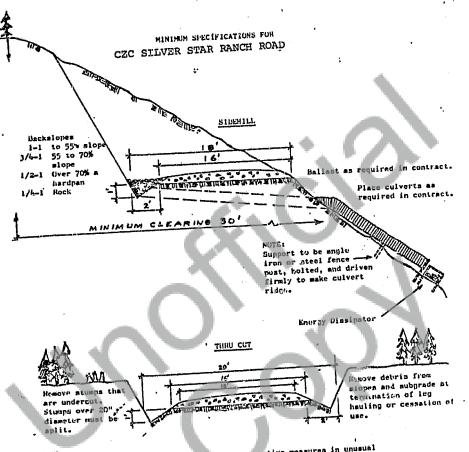
As provided in the contract - 16 feed width. Eallast must be applied prior to removal of timber, in sufficient quantities as to facilitate the hauling of logs over the full length of road.

Intervisible or with a maximum distance between turnouts of 1,500 feet, minimum length of 50 feet, double width.

#### 7. Switchbacks

- A. Maximum grade of 12% with 100-foot grade transition on both ends.
- B. Minimum radius of 60 feet.
- C. Four-foot extra curve widening on the inside.

Exceptions to these specifications require approval by CZC Engineering Division.



Flumes and down culverts should be used as corrective measures in unusual

Place culverts on natural ground or in stream hods. Discharge beyond the

Flume: Use where ground conditions are uniform, providing for stability of

Down Culvert: Use where ground conditions are irregular or unstable, or as specified.

