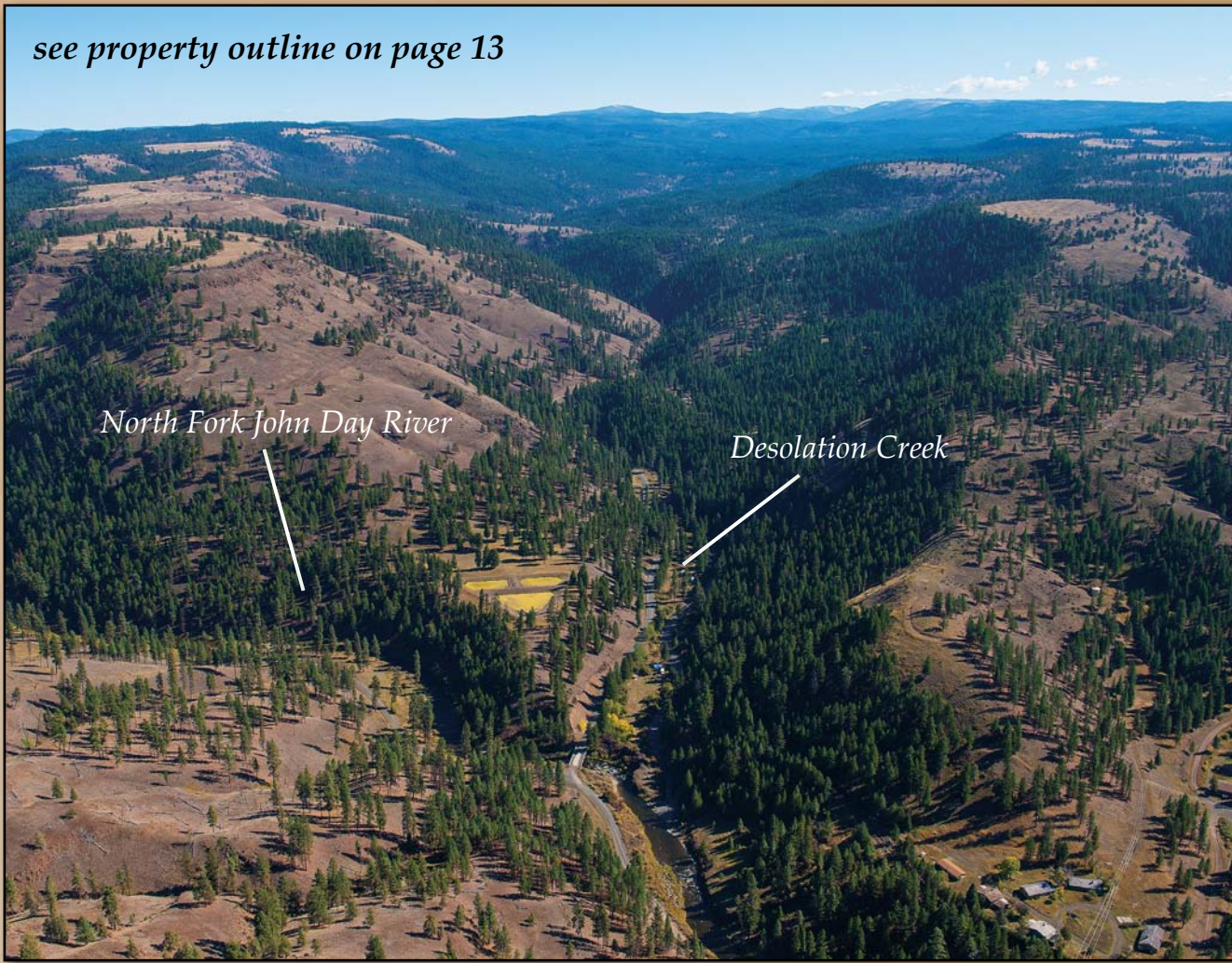


*see property outline on page 13*



13,400± acre Desolation Creek Tract is the largest private in-holding within Umatilla National Forest Desolation Creek Drainage

The Portfolio has locations strategic to log markets serving sawmills in nearby John Day, Pilot Rock, La Grande and Pendleton, Oregon, with excellent access to Highways 395, 244 and I-84. Existing timber volume of 46.4± million board feet is projected to increase by over 250%, or to 120± million board feet, within 25 years, providing a new owner with the option of capturing potential carbon sequestration values within a working forest easement, or of harvesting of up to 48 million board feet on a sustained yield. Eighty percent of this harvest volume would be generated from the Desolation Creek Tract.

Additionally, significant conservation value could be obtained from the 13,440± acre Desolation Creek Tract. It is the largest private in-holding within the Umatilla National Forest Desolation Creek Drainage, which is tributary to the North Fork John Day River, 1.5± miles from the northern end of the property.

Over ten miles of Desolation Creek runs southeast to northwest through the property and supports Chinook salmon, steelhead, bull trout, brook trout and mountain whitefish. The North Fork John Day River, and its tributaries, account for about 70% of the salmon production within the entire John Day River Basin, according to the U.S. Forest Service.

The entire 12.7± miles of riparian area along both Desolation and Kelsay Creeks are candidates for restoration using planting, fencing and obtainment of a conservation easement.

Both Desolation Creek and Wilkins Creek Tracts have recreation and hunting values due to their locations in the Blue Mountains near Bridge Creek State Wildlife Area, which is managed as a winter range for Rocky Mountain Elk and mule deer.

The 5,309± acre Wilkins Creek Tract has no public access and therefore has potential for development as a private hunting preserve, and would be eligible for five Landowner Preference Tags located within the Heppner Wildlife Management Unit. Twenty miles of seasonal creeks, springs and two stock ponds that are along the southwest section of the property, in combination with timber, meadows, rim rock and steep hillsides, all serve to provide excellent habitat for both elk and deer.

The 13,440± acre Desolation Creek Tract has public access from U.S. Forest Service Road 10, a popular route to Olive Lake which is located 12± miles south and is near the headwaters of North Fork John Day River, providing opportunity for a new owner to develop some commercial recreation uses. These opportunities could range from development of a commercial campground