

DEPARTMENT OF NATURAL RESOURCES STATE OF MICHIGAN

TIMBER SALE PROSPECTUS #4792

SCHEDULED SALE DATE AND TIME: 10:00 a.m. (local time) on December 11, 2012. LOCATION: ATLANTA MGMT UNIT, 13501 M-33, ATLANTA, MI 49709.

PROSPECTUS NOTE: The bidder is advised to inspect the sale area and review the location, estimated volumes, operating costs and contract terms of proposed sales. Please be aware that some landowners may request 60 days or more notice for access across their land.

Notice is hereby given that bids will be received by the Unit Manager, ATLANTA MANAGEMENT UNIT, for certain timber on the following described lands:

SASQUATCH HARDWOODS (54-009-12-01) / T31N, R01E, SEC. 07, E/2.

T31N, R01E, SEC. 08, E/2NW, SWNW, NE/4, S/2.

T31N, R01E, SEC. 09, E/2SW, W/2SE.

T31N, R01E, SEC. 09, W/2NW, SENW, NWNE, E/2NE.

Montmorency County, Advertised Price \$270,731.10, 444.0 Acres

SALE NOTE: It is recommended this sale be cut as soon as possible to minimize loss from Emerald Ash Borer and Beech Bark Disease which is currently present. Per General Spec 7.5: The State of Michigan is not responsible for loss of forest products due to insects, disease or weather conditions.

A recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Certain restrictions/specifications may be applicable including time restrictions. Access may be through state forest land.

VALENTINE R.R. GRADE MIX (54-016-12-01) / T32N, R02E, SEC. 34, W1/2SW, SESW, SWSE. Montmorency County, Advertised Price \$13,157.30, 39.0 Acres

SALE NOTE: A recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Certain restrictions/specifications may be applicable including time restrictions. Access may be through state forest land.

HIGH COUNTRY RED PINE (54-023-12-01) / T31N, R01E, SEC. 06, SESW, SWSE.

T31N, R01E, SEC. 07, NENW, NWNE, SENW, SWNE, NESW, NWSE.

T31N, R01E, SEC. 09, NESE.

Montmorency County, Advertised Price \$119,562.75, 63.0 Acres

SALE NOTE: A recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Certain restrictions/specifications may be applicable including time restrictions. Access may be through state forest land.

MEAFORD RD MIX (54-025-12-01) / T31N, R01E, SEC. 25, E1/2NE.

T31N, R02E, SEC. 19, NWNE & NENW.

T31N, R02E, SEC. 30, SE1/4 & W1/2NW.

Montmorency County, Advertised Price \$14,968.80, 44.0 Acres

SALE NOTE: No designated recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Access may be through state forest land.

BID INSTRUCTIONS (VER. 10/18/2012):

1. Scheduled Bid Location, Date, and Time (2/11)

Bids must be received by the Unit Manager, ATLANTA OFFICE, 13501 M-33, ATLANTA, MI 49709, no later than 10:00 a.m. (local time) on December 11, 2012. For further information concerning this sale, contact Cody Stevens at 989-785-4251 extension 5240.

2. Bidder's Qualifications (2/12)

Purchaser shall obtain workers compensation insurance to cover claims under Michigan's Worker's Disability Compensation Act of 1969 or similar employee benefit act of any other state applicable to an employee. If all or part of a timber sale was prepared by a private contractor, that contractor and that contractor's company are not permitted to bid on the timber sale contract. Bids will not be accepted from individuals or companies appearing on the DNR/FRD No-Bid List. This list contains the names of purchasers who previously failed to execute a contract within 21-days or who have a history of poor performance.

3. Preparation of Sealed Bids (1/11)

Bids shall be manually signed in ink; bid prices must be entered for each species and product in the Bid Price column for all material subject to bidding; and all fill-in blanks must be completed. If erasures or other changes appear on the forms, each erasure or change must be initialed by the person signing the bid.

4. Submission of Sealed Bids (6/11)

Bid forms may be obtained from the Unit Manager. All bids must be submitted on the bid form and in an envelope clearly identified as described in this section. NOTE: Only one bid form per bid envelope. Sealed bids must be submitted to the Unit office designated in the prospectus and must be submitted at or prior to the time established in the prospectus. The envelope should show on the outside (a) the sale name or number and (b) the date and time of bid opening as shown in the prospectus. Bids received after the time specified in the sale prospectus are late bids and will be rejected.

5. Public Opening of Sealed Bids (1/11)

If conditions permit, the sealed bids will be publicly opened and posted at the time and place set in the prospectus.

6. Award of Contract (1/11)

Award of the contract will be made to the Bidder whose bid, conforming to the prospectus, is most advantageous to the State of Michigan on the basis of total value at rates bid for the estimated quantities. The State reserves the right to reject any bid or waive any minor irregularity in bids received. A written award mailed (or otherwise furnished) to the successful Bidder shall be deemed to result in a binding contract without further action by either party.

7. Down Payment (1/11)

The Bidder to whom award is made must make a down payment within 21 days of the sale award. The amount of the down payment will be calculated as shown in the Bond and Payment Schedule of this prospectus. Only cash may be used to meet this requirement.

8. Performance Security (1/11)

As guarantee of faithful performance, a cash bond, certificate of deposit, surety bond or irrevocable letter of credit (LOC) is required within 21 days of the sale award. The amount of the performance security is shown in the Bond and Payment Schedule of this prospectus. If an LOC or surety is used, the coverage must extend for at least 6 months beyond the contract expiration.

9. Timber Sale Contract (10/12)

Additional conditions and requirements common to all timber sales are listed on the timber sale contract (R4031) and are available on line at www.michigan.gov/timber. Contact the Unit Manager for additional information or a sample contract. Within 21 days of the date of the award letter, the bidder must sign the contract and provide the required down payment, performance security, and verification of worker's disability compensation. The down payment and performance security shall be in accordance with the provisions of the timber sale contract, in the sums stated in this prospectus. If these actions are not taken, then the Bidder, the Bidder's corporation, and the corporation's principals may not be permitted to bid on State timber sales for a period of 1 year. In addition, the Bidder certifies that if awarded this contract, the Bidder will complete the timber sale contract in accordance with its terms and any modifications thereof including requirements to purchase, cut, and remove

the included timber by the termination date.

10. Disclaimer of Estimates and Bidder's Warranty of Inspection (1/11)

Before submitting this bid, the Bidder is advised and cautioned to inspect the sale area, review the requirements of the sale contract, and take other steps as may be reasonably necessary to ascertain the location, estimated volumes, construction estimates, and operating costs of the proposed sale. Failure to do so will not relieve the Bidder from responsibility for completing the contract.

The Bidder warrants that this bid is submitted solely on the basis of the Bidder's examination and inspection of the quality and quantity of the timber offered for sale and the Bidder's opinion of the value thereof and the costs of recovery. No reliance should be placed on the State of Michigan's estimates of timber quality, quantity or costs of recovery. Bidder further acknowledges that the State of Michigan: (i) expressly disclaims any warranty of fitness of timber for any purpose; (ii) offers this timber as is without any warranty of quality (merchantability) or quantity and (iii) expressly disclaims any warranty as to the quantity or quality of timber sold.

11. Certification and Chain-of-Custody (10/11)

Unless otherwise indicated in the contract under section 7 – Other Conditions of the Sale Specific Conditions & Requirements, the area encompassed by this timber sale is certified to the standards of the Forest Stewardship Council (FSC) - Certificate #SCS-FM/COC-00090N and the Sustainable Forestry Initiative (SFI) - Certificate # NSF-SFIS-5Y031-S1. Forest products from this sale may be delivered to the mill as "FSC Pure and / or SFI certified" as long as the contractor hauling the forest products is chain-of-custody (COC) certified or covered under a COC certificate from the destination mill. The purchaser is responsible for maintaining COC after leaving the sale area.

KEITH CREAGH
Director

TIMBER SALE INFORMATION

SASQUATCH HARDWOODS (54-009-12-01)

T31N, R01E, SEC. 07; T31N, R01E, SEC. 08; T31N, R01E, SEC. 09.

Montmorency County (Advertised Price \$270,731.10)

SALE NOTE: It is recommended this sale be cut as soon as possible to minimize loss from Emerald Ash Borer and Beech Bark Disease which is currently present. Per General Spec 7.5: The State of Michigan is not responsible for loss of forest products due to insects, disease or weather conditions.

A recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Certain restrictions/specifications may be applicable including time restrictions. Access may be through state forest land.

A timber sale contract for this lump sum, sealed bid timber sale will be awarded to the responsible bidder offering the highest sealed bid price. Bids must be at or above the following advertised price for each species:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | <u>ADVI</u> | ERTISED PRICE |
|--------------------|------------------|-------------|---------------|
| Sawlogs | | | |
| Basswood | 295.80 MBF | \$ | 102.00 / MBF |
| Red Oak | 471.80 MBF | \$ | 234.00 / MBF |
| Sugar Maple | 63.40 MBF | \$ | 496.00 / MBF |
| White Ash | 651.00 MBF | \$ | 60.00 / MBF |
| Pulpwood | | | |
| Mixed Hardwood | 2,361.00 Cords | \$ | 14.30 / Cord |
| | | | |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$25,889.60:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | AD\ | /ERTISED PRICE |
|--------------------|-------------------------|-----|----------------|
| Sawlogs | | | |
| Beech | 51.70 MBF | \$ | 138.00 / MBF |
| Red Maple | 1.10 MBF | \$ | 120.00 / MBF |
| Pulpwood | | | |
| B. T. Aspen | 310.00 Cords | \$ | 18.85 / Cord |
| Basswood | 335.00 Cords | \$ | 7.20 / Cord |
| Red Oak | 550.00 Cords | \$ | 18.85 / Cord |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 17.57 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

BOND AND PAYMENT SCHEDULE:

- 1. A bond in the amount of \$13,600.00 to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment must be paid in advance or according to the following schedule:
 - (a) Ten percent (10%) of the sale value must be paid within 21 days of the sale award.
 - (b) The 10% down payment will be credited towards the first unit cut.

(c) Payment for each of the following units must be made before cutting begins in that unit:

PAYMENT UNIT NUMBER

PERCENT OF TOTAL SALE VALUE

01

6%

| 01 | 6% |
|----|----|
| 02 | 9% |
| 03 | 2% |
| 04 | 4% |
| 05 | 6% |
| 06 | 3% |
| 07 | 4% |
| 08 | 8% |
| 09 | 7% |
| 10 | 4% |
| 11 | 3% |
| 12 | 5% |
| 13 | 6% |
| 14 | 5% |
| 15 | 1% |
| 16 | 2% |
| 17 | 4% |
| 18 | 5% |
| 19 | 9% |
| 20 | 7% |
| | |

^{4.} If no cutting takes place, the 10% down payment will not be refunded.

^{5.} Operations on the contract issued will terminate on 12/31/2015.

Sale Specific Conditions & Requirements

Sale Name: Sasquatch Hardwoods Sale Number: 54-009-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary and Payment Unit boundaries are marked and identified by red and yellow paint. Exterior sale boundary lines against state are marked with red paint. Interior retention pocket in payment unit 2 is marked with red paint. Interior Payment Unit boundaries are marked with yellow paint. Do not cut painted boundary line trees unless also marked with orange paint. Yellow painted trees designating an interior Payment Unit boundary are only to be cut when all surrounding Payment Units have been paid.

2 - Timber Specifications

2.1 - Included Timber

2.1.1 - Clearcut unit(s) with unmerchantable trees (8/11)

Within Payment Unit(s) 2, cut all trees that are two (2) inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability except do not cut any red or white pine.

2.1.3 - Cut tree marked unit(s) (12/08)

Within Payment Unit(s) 1 and 3-20, all trees are designated for cutting when marked with orange paint above and below stump height, regardless of merchantability. All Ash and Beech trees are designated to be cut except do not cut trees marked with green paint.

2.1.11 - Description of timber note (2/04)

Note that Mixed Hardwood Pulp includes: sugar maple, red maple, white ash, beech, paper birch, and ironwood.

There are Emerald Ash Borer and Beech Bark Disease present throughout this sale. Payment units should be cut promptly to prevent loss of volume and quality.

2.2 - Utilization

2.2.6 - Roundwood operation required (5/07)

The skidding of whole trees or tree segments with limbs attached is prohibited in payment units 1 and 3-20. All products must be produced as roundwood and forwarded to existing roads or landing areas in final product length.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment unit(s) 2, 8, 9, 19, and 20 may be divided at the request of the purchaser and upon approval of the Unit Manager. Dividing payment units is a contract modification which requires a Timber Sale Contract Supplement.

3.4 - Damaged Timber

3.4.1 - Damaged timber (6/05)

General Condition and Requirement 3.4 Damaged Timber, defines liquidated damages for undesignated live merchantable trees which are cut or injured. Damage to residual trees (defined as breaking of the cambium layer, broken tops or bending of trees from their natural position) is not acceptable.

No damage is acceptable to merchantable trees. Within the sale area, if more than 5% of trees (> 4.5" DBH) within a specified area of the sale are damaged, liquidated damages will be assessed for all trees damaged. Rates will be in accordance with General Condition and Requirement 3.4 Damaged Timber.

4 - Transportation

4.1 - Construction

4.1.3 - Slash and earthen piles (8/04)

Piles or windrows of earth along roads and landings that have been widened or constructed shall be leveled. Slash from road

maintenance or construction, including stumps, shall be dispersed throughout the sale.

4.1.12 - No new roads (1/12)

No new roads will be permitted in any Payment Unit. All operations are limited to existing roads. Skid trails only will be allowed.

42 - Maintenance

4.2.5 - Two wheel drive condition (2/04)

All existing trail roads on and adjacent to the sale area must be passable by two-wheel drive traffic for the duration of the sale.

4.4 - Access

4.4.3 - Access gate (12/08)

The access gate off of Growler Club Rd for payment units 8-12 must be locked at the completion of each day unless otherwise approved by the Unit Manager or his/her representative.

5 - Operations

5.1 - Notification

5.1.1 - Pre-sale conference (10/11)

A pre-sale conference on site between the Purchaser and sale administrator is required prior to beginning any operations to determine landing and road locations. The Unit Manager or his/her representative must be contacted at least 10 days in advance to schedule the conference.

5.1.3 - Well heads and natural gas pipelines (7/07)

The Purchaser is responsible for contacting the gas or pipeline company prior to operating equipment in the vicinity of well heads or natural gas pipelines.

5.1.4 - Post-sale conference (6/11)

A post-sale conference on site between the Purchaser and sale administrator is required 5 days prior to the completion of active logging operations to determine clean-up and repair of landings, road edges, and the fulfillment of other contract specifications.

5.2 - Conduct of Operations

5.2.1 - Slash

5.2.1.9 - No Slash:pipe/powerline, oil/gas sites (2/04)

All pipelines, power lines, oil or gas storage sites and related access roads are to remain free of slash at all times.

5.2.1.10 - No slash in openings (5/10)

No brush or logging debris is to be left in the maintained wildlife opening which is indicated by G0 on the Timber Sale Map. Any damage to the opening shall be repaired according to specifications of the Unit Manager or his/her representative.

5.2.2 - Hazard Trees/Snags

5.2.2.1 - Den trees (2/04)

Obvious hollow and/or den trees shall be protected and left standing unless they are a safety hazard.

5.2.3 - Operating Restrictions

5.2.3.3 - Bark slippage restriction (3/09)

Within Payment Unit(s) 1 and 3-20, unless changed by written agreement, cutting and skidding are not permitted during the period of April 15 to July 15. This restriction is because of bark slippage and to limit the spread of oak wilt.

5.2.32 - Decking/landing restoration (9/11)

All decking and landing areas must have the surface area restored to a condition equal to or better than before. This is to ensure the proper regeneration of the stand.

5.2.33 - Gas well re-vegetation (12/08)

In the event that the gas well is utilized for a landing, the site must be re-vegetated with a seeding mixture specified by the Unit Manager or his/her representative.

5.2.38 - No decking against live trees (2/04)

Cut products may not be decked against unmarked or designated leave trees.

5.2.40 - Pathway protection (10/10)

The High Country Pathway is a hiking trail and is shown on the Timber Sale Map. Do not cut trees or damage posts with blue pathway markers unless blue marked trees are ash or beech trees. Maintain a 20-foot wide slash, debris, and rut free zone daily, using the pathway as the centerline. Do not run equipment down the pathway. Skidding across the trail may only occur in locations approved by the sale administrator.

If the imprint of the trail must be visible upon completion of the sale. If the imprint is missing due to skidding activity, then the imprint must be recreated where the trail is located.

5.4 - Soil Protection

5.4.1 - Rutting restriction, general (1/09)

Operations are to cease immediately if equipment and weather conditions result in rutting of roads and skid trails which is 12 inches or greater in depth and 50 feet in length. The Unit Manager or his/her representative may restrict hauling and/or skidding if ruts exceed the specified depth. With the Unit Manager or his/her representative's approval, the Purchaser may return to the area when the risk of rutting has decreased.

5.8 - Protection of Endangered Species

5.8.5 - Protection of raptor nests (4/09)

All trees with raptor nests will be protected if found during harvesting operations. Notification will be made to the Unit Manager or his/her representative who will notify the Wildlife Biologist so an on-site evaluation and recommendation can be made, if necessary.

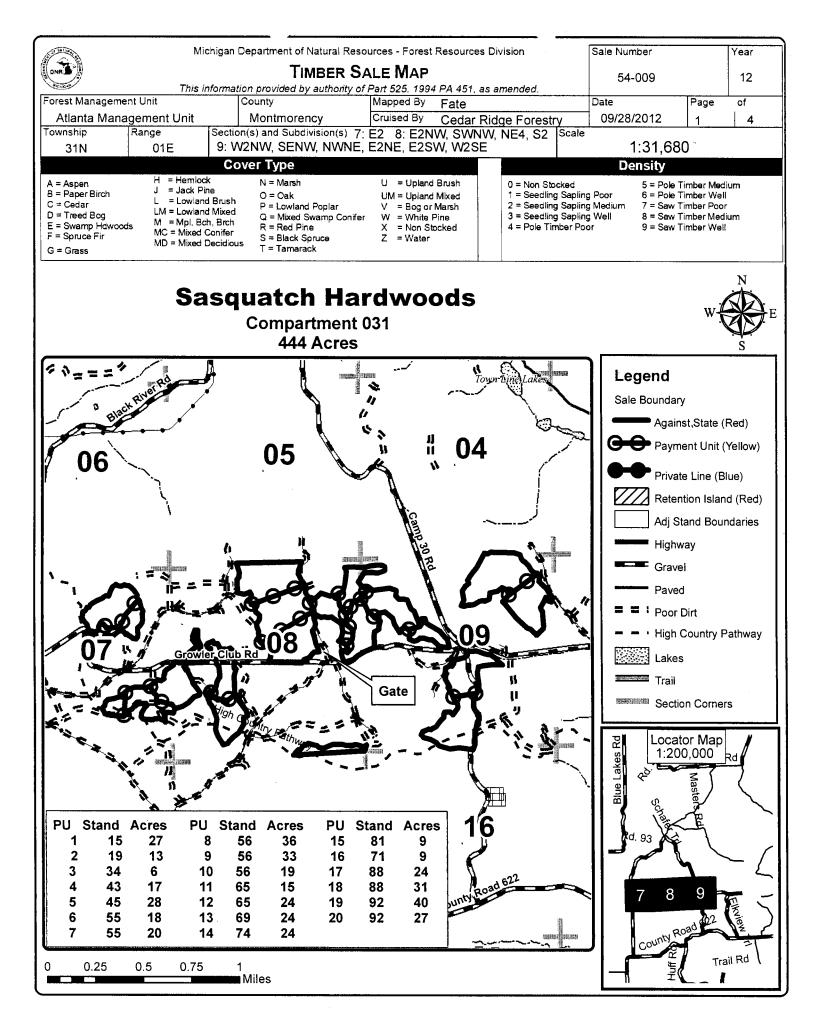
6 - Safety and Fire Prevention

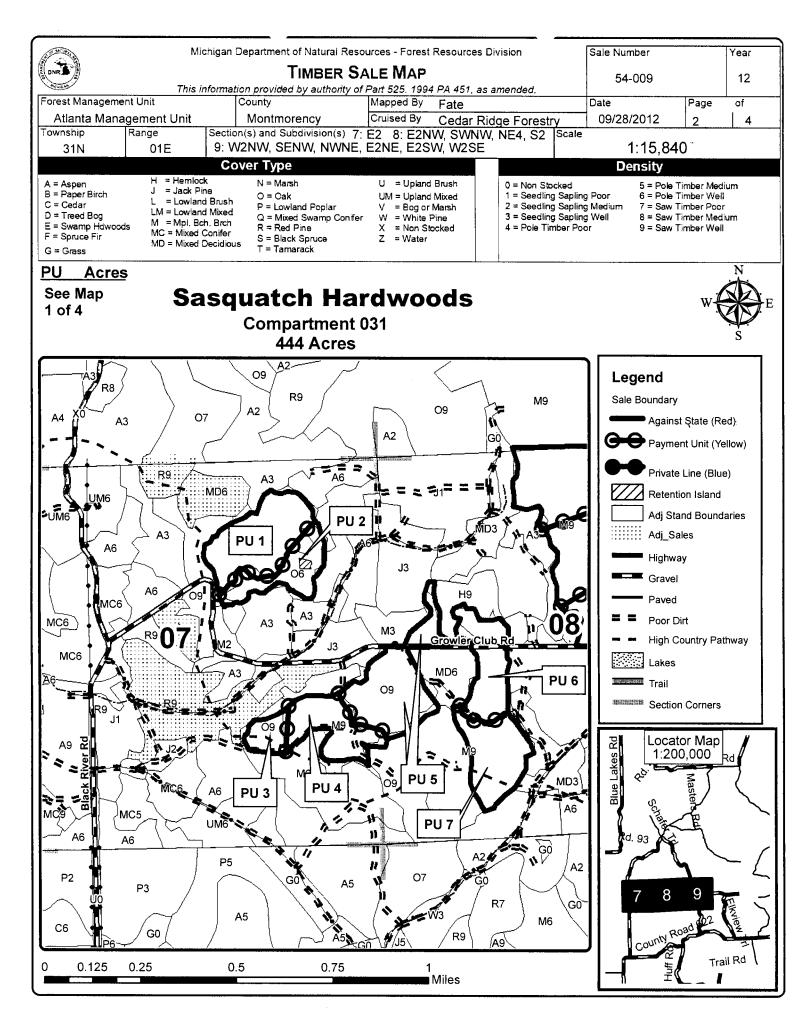
6.2 - Signing

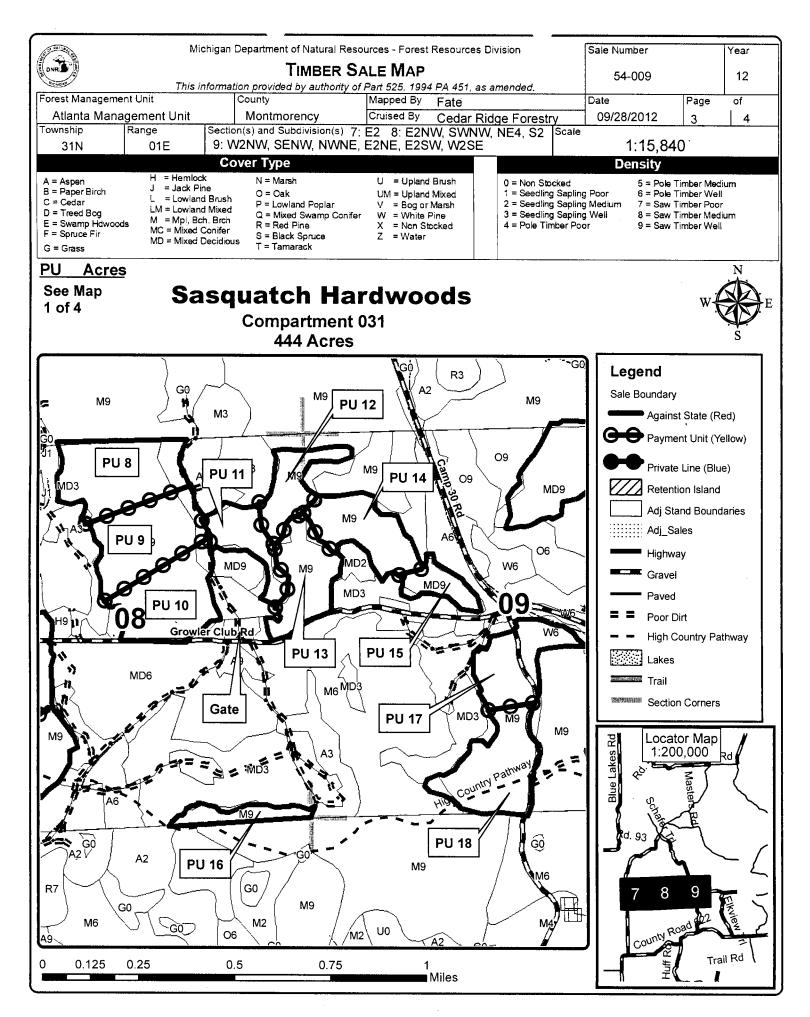
6.2.3 - Recreational trail posting (2/10)

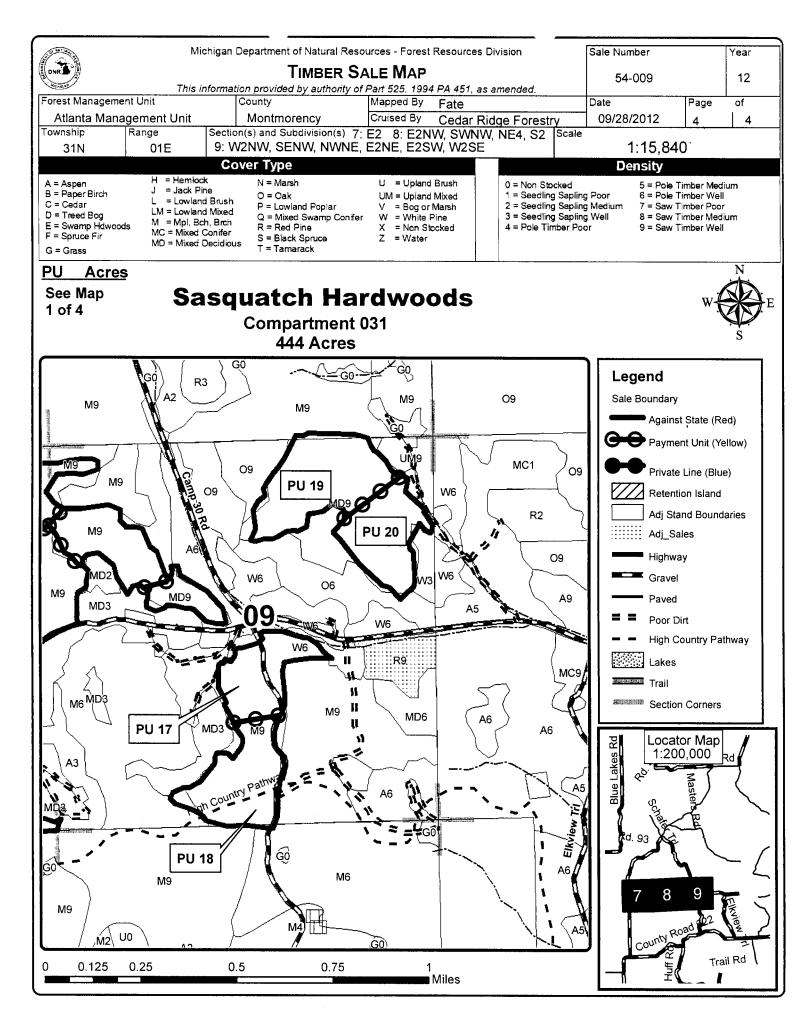
The Purchaser is responsible for posting and maintaining caution signs on High Country Pathway prior to beginning operations. The trail must be posted at appropriate distances from the sale area to warn of logging activity and truck traffic at both ends of the trail. Signs must be removed when harvest operations are suspended or completed. The Purchaser will provide these signs.

Section Name: Sale Specific Current as of 10/19/2012 3:51:31PM









TIMBER SALE INFORMATION

VALENTINE R.R. GRADE MIX (54-016-12-01)

T32N, R02E, SEC. 34.

Montmorency County (Advertised Price \$13,157.30)

SALE NOTE: A recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Certain restrictions/specifications may be applicable including time restrictions. Access may be through state forest land.

A timber sale contract for this lump sum, sealed bid timber sale will be awarded to the responsible bidder offering the highest sealed bid price. Bids must be at or above the following advertised price for each species:

| ESTIMATED UNITS* | <u>AD\</u> | ERTISED PRICE |
|-------------------------|-------------------------------------------------------------------------|------------------------------------------------------------------------------------------|
| | | |
| 12.00 MBF | \$ | 131.00 / MBF |
| | | |
| 89.00 Cords | \$ | 24.25 / Cord |
| 173.00 Cords | \$ | 17.35 / Cord |
| 82.00 Cords | \$ | 10.90 / Cord |
| 89.00 Cords | \$ | 18.40 / Cord |
| 25.00 Cords | \$ | 62.60 / Cord |
| 75.00 Cords | \$ | 11.95 / Cord |
| | 12.00 MBF 89.00 Cords 173.00 Cords 82.00 Cords 89.00 Cords 25.00 Cords | 12.00 MBF \$ 89.00 Cords \$ 173.00 Cords \$ 82.00 Cords \$ 89.00 Cords \$ 25.00 Cords \$ |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$1,432.85:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | ADV | ERTISED PRICE |
|--------------------|------------------|-----|---------------|
| Sawlogs | | | |
| Mixed Oak | 7.00 MBF | \$ | 86.00 / MBF |
| White Oak | 12.00 MBF | \$ | 32.00 / MBF |
| Pulpwood | | | |
| Balsam Fir | 8.00 Cords | \$ | 8.95 / Cord |
| White Oak | 79.00 Cords | \$ | 4.75 / Cord |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 16.61 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

BOND AND PAYMENT SCHEDULE:

- 1. A bond in the amount of \$700.00 to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment must be paid in advance or according to the following schedule:
 - (a) Ten percent (10%) of the sale value must be paid within 21 days of the sale award.
 - (b) The 10% down payment will be credited towards the first unit cut.
 - (c) Payment for each of the following units must be made before cutting begins in that unit:

| -,, | mana a a a a a a a a a a a a a a a a a a |
|---------------------|------------------------------------------|
| PAYMENT UNIT NUMBER | PERCENT OF TOTAL SALE VALUE |
| 01 | 50% |
| 02 | 13% |
| 03 | 17% |
| 04 | 20% |

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 12/31/2014.

Sale Specific Conditions & Requirements

Sale Name: Valentine R.r. Grade Mix Sale Number: 54-016-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary and Payment Unit boundaries are marked and identified by blue, red and yellow paint. Exterior sale boundary lines against private property are marked with blue paint. Exterior sale boundary lines against state are marked with red paint. Interior Payment Unit boundaries are marked with yellow paint. Interior retention pockets are marked with red paint. Do not enter retention areas. Do not cut red or blue painted boundary line trees. Yellow painted trees designating an interior Payment Unit boundary are only to be cut when all surrounding Payment Units have been paid.

2 - Timber Specifications

2.1 - Included Timber

2.1.1 - Clearcut unit(s) with unmerchantable trees (8/11)

Within Payment Unit(s) #'s 1-4, cut all trees that are two (2) inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability except any trees marked with green paint. In addition, in PU #'s 3 and 4, do not cut any pine or oak regeneration that is less than 4 inches in diameter.

2.1.11 - Description of timber note (2/04)

Note that Mixed Aspen pulpwood contains quaking and bigtooth, Mixed Oak pulpwood contains pin oak and red oak, and Red Maple pulpwood includes 1 cord of paper birch.

2.2 - Utilization

2.2.11 - Chipping restriction (2/11)

If chipping occurs on this sale, then no woody debris present on the ground at the start of the sale may be chipped.

3 - Payments

3.4 - Damaged Timber

3.4.1 - Damaged timber (6/05)

General Condition and Requirement 3.4 Damaged Timber, defines liquidated damages for undesignated live merchantable trees which are cut or injured. Damage to residual trees (defined as breaking of the cambium layer, broken tops or bending of trees from their natural position) is not acceptable.

No damage is acceptable to merchantable leave trees. Within the sale area, if more than 5% of trees (> 4.5" DBH) within a specified area of the sale are damaged, liquidated damages will be assessed for all trees damaged. Rates will be in accordance with General Condition and Requirement 3.4 Damaged Timber or at a rate of \$50 per sawtimber tree and \$15 per pole sized tree, whichever is greater.

In addition, extreme care should be taken to avoid damage to oak and pine seedlings and saplings in PU #'s 3 and 4.

4 - Transportation

4.1 - Construction

4.1.3 - Slash and earthen piles (8/04)

Piles or windrows of earth along roads and landings that have been widened or constructed shall be leveled. Slash from road maintenance or construction, including stumps, shall be dispersed throughout the sale.

4.1.6 - Road construction (1/09)

Construction of new roads or improvements of existing roads shall be done in such a way as to minimize the environmental and visual impacts. Merchantable trees shall be cut and utilized unless otherwise directed. Non-merchantable trees shall be severed and laid flat on the ground. Slash shall be scattered, and not left in windrows and kept a minimum of 10 feet back from the road edge. Stumps shall be set upright, not left on edge, and be moved at least 10 feet away from the road edge. Disturbed soil shall be feathered into the woods and not left in berms or windrows.

4.1.7 - Road closure (10/11)

All new roads built into the sale must be blocked to vehicle traffic upon completion of the sale. Overgrown roads that are reopened shall be considered new roads. In general, this will require constructing a four (4') foot high berm of stumps and logs covered with earth. These roads must be rendered impassable to cars and trucks. All stumps from road building and landing construction must be reserved to block any newly constructed roads upon completion of the sale. These stumps must be scattered along the road system to prohibit vehicular movement.

4.2 - Maintenance

4.2.5 - Two wheel drive condition (2/04)

All existing trail roads on and adjacent to the sale area must be passable by two-wheel drive traffic for the duration of the sale.

5 - Operations

5.1 - Notification

5.1.1 - Pre-sale conference (10/11)

A pre-sale conference between the Purchaser and sale administrator is required prior to beginning any operations to determine landing and road locations. The Unit Manager or his/her representative must be contacted at least 10 days in advance to schedule the conference.

5.1.4 - Post-sale conference (6/11)

A post-sale conference on site between the Purchaser and sale administrator is required 5 days prior to the completion of active logging operations to determine clean-up and repair of landings, road edges, and the fulfillment of other contract specifications.

5.2 - Conduct of Operations

5.2.1 - Slash

5.2.1.1 - Slash within sale area (2/04)

No trees are to be felled outside the sale area and all slash is to be kept at least 10 feet back from the blue paint line.

5.2.1.9 - No Slash:pipe/powerline, oil/gas sites (2/04)

All pipelines, power lines, oil or gas storage sites and related access roads are to remain free of slash at all times.

5.2.1.11 - Slash for reforestation (5/07)

To facilitate reforestation, the sale area shall be left with slash evenly distributed. Bunched tops within the cutting area shall be broken up and scattered. Stumps shall be cut low to the ground. Processing sites shall not be left with a compacted layer of slash; tops from these sites shall be hauled back into the cut area and scattered.

5.2.2 - Hazard Trees/Snags

5.2.2.1 - Den trees (2/04)

Obvious hollow and/or den trees shall be protected and left standing unless they are a safety hazard.

5.2.3 - Operating Restrictions

5.2.3.4 - Oak wilt restriction (6/10)

Within Payment Unit(s) #'s 1-4, unless changed by written agreement, cutting, skidding, and hauling are not permitted during the period of April 15 to July 15. This is necessary to reduce the spread of oak wilt. For more information, contact the Unit Manager or his/her representative.

5.2.4 - Dead and Down Creation

5.2.4.1 - Dead and down creation, marked trees (12/08)

All trees marked with a "X" of orange paint must be felled and left on site for wildlife. These trees have been taken off the timber tally.

5.2.29 - Shrub protection (9/07)

Do not cut or damage any serviceberry (juneberry) or merchantable black cherry. These woody-shrub plants are highly beneficial to various wildlife species.

5.2.32 - Decking/landing restoration (9/11)

All decking and landing areas must have the surface area restored to a condition equal to or better than before. This is to

ensure the proper regeneration of the stand.

5.2.40 - Pathway protection (10/10)

The High Country Pathway is a hiking trail and is shown on the Timber Sale Map. Do not cut trees or damage posts with blue pathway markers. Maintain a 20-foot wide slash, debris, and rut free zone daily, using the pathway as the centerline. Do not run equipment down the pathway.

5.4 - Soil Protection

5.4.1 - Rutting restriction, general (1/09)

Operations are to cease immediately if equipment and weather conditions result in rutting of roads and skid trails which is 12 inches or greater in depth and 50 feet in length. The Unit Manager or his/her representative may restrict hauling and/or skidding if ruts exceed the specified depth. With the Unit Manager or his/her representative's approval, the Purchaser may return to the area when the risk of rutting has decreased.

6 - Safety and Fire Prevention

6.2 - Signing

6.2.3 - Recreational trail posting (2/10)

The Purchaser is responsible for posting and maintaining caution signs on the High Country Pathway prior to beginning operations. The trail must be posted at appropriate distances from the sale area to warn of logging activity and truck traffic at both ends of the trail. Signs must be removed when harvest operations are suspended or completed. The Purchaser will provide these signs.

Section Name: Sale Specific Current as of 9/17/2012 3:33:21PM

Atlanta

Michigan Department of Natural Resources - Forest, Mineral & Fire Management TIMBER SALE MAP

This information is provided by authority of Part 525 of Act 451, PA 1994, as amended.

SALE NUMBER YEAR 54 - 016 12

FOREST MANAGEMENT UNIT MAPPED BY Rekowski COUNTY DATE PAGE 2 Montmorency 08/30/2012 CRUISED BY Rekowski 1

TOWNSHIP RANGE SECTION(S) AND SUBDIVISION(S) 32N 02E 34: W1/2SW, SESW, SWSE

SCALE 1:15.840

| | Cover | W |
|--|-------|---|
| | | |
| | | |

A = Aspen H = Hemlock B = Paper Birch J = Jack Pine C = Cedar

L = Lowland Brush E = Swamp Hdwoods M = Mpl, Bch, Brch N = MarshO = Oak

P = Lowland Poplar Q = Mixed Swamp Cnfr R = Red Pine S = Black Spruce T = Tamarack

U = Upland Brush

V = Bog or Marsh W = White Pine X = Non Stocked

Z = Water

Density

0 = Non Stocked 5 = Pole Timber Medium 1 = Seedling Sapling Poor 6 = Pole Timber Well

2 = Seedling Sapling Medium 7 = Saw Timber Poor 3 = Seedling Sapling Well 8 = Saw Timber Medium

4 = Pole Timber Poor 9 = Saw Timber Weil

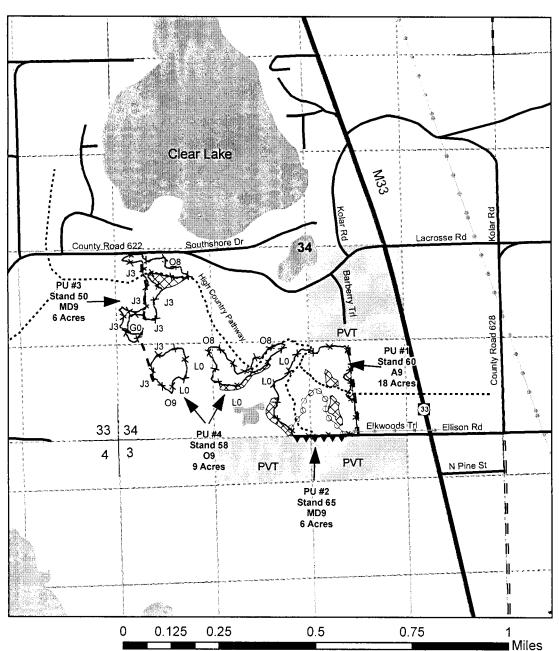


F = Spruce Fir

G = Grass

Valentine R.R. Grade Mix

Montmorency County Compartment 65 39 Cut Acres



| | CUT | RET |
|-----|--------------|--------------|
| PU# | ACRES | ACRES |
| 1 | 18 ` | 2 |
| 2 | 6 | 1 |
| 3 | 6 | 1.5 |
| 4 | 9 | 1 |

Legend

↓Sale Boundary - Red Paint

▲▲▲▲ Sale Boundary - Blue Pain

O O PU Line - Yellow Paint Retention - Red Paint

····· Hiking Trail

Powerline



Michigan Department of Natural Resources - Forest, Mineral & Fire Management TIMBER SALE MAP

This information is provided by authority of Part 525 of Act 451, PA 1994, as amended

SALE NUMBER YEAR 54 - 016 12

| Carrier Co. | | p | or runt oco or riot for it in roc i, do arrioriaca. | i | | |
|--------------|------------|------------------------|-----------------------------------------------------|------------|------|----|
| FOREST MANAG | EMENT UNIT | COUNTY | MAPPED BY Rekowski | DATE | PAGE | OF |
| Atlanta | | Montmorency | CRUISED BY Rekowski | 08/30/2012 | 2 | 2 |
| TOWNSHIP | RANGE | SECTION(S) AND SUBDIVI | SION(S) | | . – | |

| | | 323.13.1(0) 7213 33331131311(0) | COMP 4 7 000 |
|-----|-----|---------------------------------|---------------|
| 32N | 02E | 34: W1/2SW, SESW, SWSE | SCALE 1:7,920 |

| | Co | ver Type |
|-----------------|---------------|----------|
| A = Aspen | H = Hemlock | P = Lov |
| B = Paper Birch | J = Jack Pine | Q = Mix |

L = Lowland Brush E = Swamp Hdwoods M = Mpl, Bch, Brch

N = Marsh O = Oak

Lowland Poplar Mixed Swamp Cnfr

R = Red Pine S = Black Spruce T = Tamarack U = Upland Brush

V = Bog or Marsh W = White Pine X = Non Stocked

Z = Water

Density 5 = Pole Timber Medium

0 = Non Stocked 1 = Seedling Sapling Poor 2 = Seedling Sapling Medium

6 = Pole Timber Well 7 = Saw Timber Poor 8 = Saw Timber Medium

3 = Seedling Sapling Well 4 = Pole Timber Poor 9 = Saw Timber Well



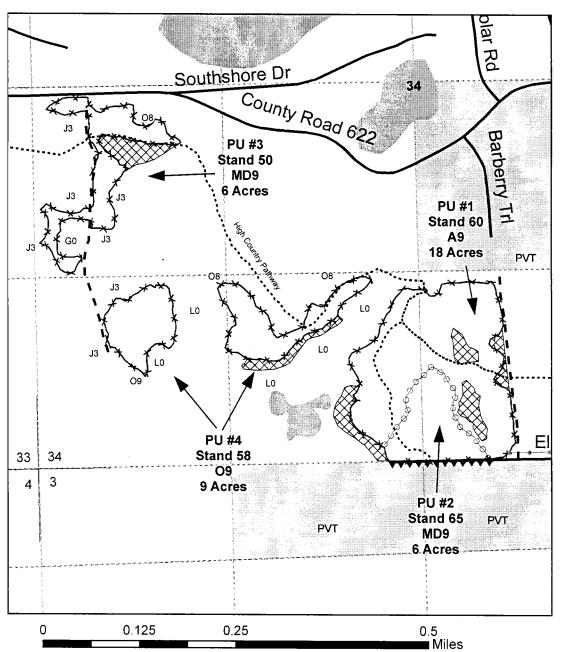
C = Cedar

G = Grass

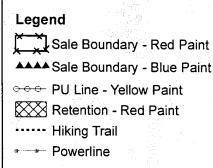
F = Spruce Fir

Valentine R.R. Grade Mix

Montmorency County Compartment 65 39 Cut Acres



| | CUT | RET |
|-----|--------------|--------------|
| PU# | ACRES | ACRES |
| 1 | 18 | 2 |
| 2 | 6 | 1 |
| 3 | 6 | 1.5 |
| 4 | 9 | 1 |



TIMBER SALE INFORMATION

HIGH COUNTRY RED PINE (54-023-12-01)

T31N, R01E, SEC. 06; T31N, R01E, SEC. 07; T31N, R01E, SEC. 09.

Montmorency County (Advertised Price \$119,562.75)

SALE NOTE: A recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Certain restrictions/specifications may be applicable including time restrictions. Access may be through state forest land.

A timber sale contract for this lump sum, sealed bid timber sale will be awarded to the responsible bidder offering the highest sealed bid price. Bids must be at or above the following advertised price for each species:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | ADVERTISED PRICE | |
|--------------------|------------------|------------------|--------------|
| Sawlogs | | | |
| Red Pine | 424.70 MBF | \$ | 166.00 / MBF |
| Pulpwood | | | |
| B. T. Aspen | 310.00 Cords | \$ | 17.05 / Cord |
| Red Pine | 473.00 Cords | \$ | 73.20 / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$9,153.45:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | AD\ | /ERTISED PRICE |
|--------------------|-------------------------|-----|----------------|
| Sawlogs | | | |
| B. T. Aspen | 22.80 MBF | \$ | 71.00 / MBF |
| Red Maple | 2.20 MBF | \$ | 114.00 / MBF |
| Red Oak | 7.10 MBF | \$ | 217.00 / MBF |
| White Pine | 21.90 MBF | \$ | 105.00 / MBF |
| Pulpwood | | | |
| Jack Pine | 28.00 Cords | \$ | 20.90 / Cord |
| Mixed Hardwood | 95.00 Cords | \$ | 13.65 / Cord |
| Red Oak | 54.00 Cords | \$ | 18.55 / Cord |
| White Pine | 50.00 Cords | \$ | 11.20 / Cord |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 10.36 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

BOND AND PAYMENT SCHEDULE:

- 1. A bond in the amount of **\$6,000.00** to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment must be paid in advance or according to the following schedule:
 - (a) Ten percent (10%) of the sale value must be paid within 21 days of the sale award.
 - (b) The 10% down payment will be credited towards the first unit cut.
 - (c) Payment for each of the following units must be made before cutting begins in that unit:

| PAYMENT UNIT NUMBER | PERCENT OF TOTAL SALE VALUE |
|---------------------|-----------------------------|
| 01 | 17% |
| 02 | 8% |
| 03 | 30% |
| 04 | 31% |
| 05 | 14% |

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 12/31/2014.

Sale Specific Conditions & Requirements

Sale Name: High Country Red Pine Sale Number: 54-023-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary is marked and identified by red paint. Exterior sale boundary lines against state are marked with red paint. Interior retention areas are also marked with red paint. Interior Payment Unit boundary between Payment Units 3 and 4 is the 2-track road as shown on the map. Do not cut painted boundary line trees.

2 - Timber Specifications

2.1 - Included Timber

2.1.1 - Clearcut unit(s) with unmerchantable trees (8/11)

Within Payment Unit(s) 2, 3, and 4, cut all trees that are two (2) inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability except do not cut white pine in payment units 3 and 4.

2.1.7 - Leave tree marked unit(s) (8/11)

Within Payment Unit(s) 1 and 5, cut all trees that are two (2) inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability except do not cut hemlock in payment unit 5 and trees marked with yellow paint above and below stump height in payment units 1 and 5.

2.1.11 - Description of timber note (2/04)

Note that Mixed Hardwood pulp includes sugar maple, red maple, and paper birch.

2.2 - Utilization

2.2.2 - Chipping required (1/11)

All Payment Units must be chip harvested to facilitate subsequent planting operations. The purchaser has the option to produce sawlogs or pulpwood bolts, but the remaining portion of the trees must be chipped and hauled. Do not chip 1/6 to 1/3 of the slash from harvested trees (tree tops and limbs less than four inches in diameter).

2.2.3 - Stump heights (4/07)

Stump heights within the Sale Area shall not exceed 12 inches for trees greater than 10 inches DBH and 4 inches for trees smaller than 10 inches DBH. This is in order to facilitate planting operations.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment unit(s) 3 or 4 may be divided at the request of the purchaser and upon approval of the Unit Manager. Dividing payment units is a contract modification which requires a Timber Sale Contract Supplement.

3.4 - Damaged Timber

3.4.1 - Damaged timber (6/05)

General Condition and Requirement 3.4 Damaged Timber, defines liquidated damages for undesignated live merchantable trees which are cut or injured. In addition, extreme care should be taken to avoid damage to white pine seedlings and saplings in payment units 1 and 5. Damage to residual trees (defined as breaking of the cambium layer, broken tops or bending of trees from their natural position) is not acceptable.

Within the sale area, if more than 25% of the white pine seedlings or saplings (1/4" to 4.5" DBH) within a specified portion of the sale area are damaged, liquidated damages will be assessed at \$100 per acre for all acreage within that specified portion of the sale area that was damaged.

No damage is acceptable to merchantable trees. Within the sale area, if more than 5% of trees (> 4.5" DBH) within a specified area of the sale are damaged, liquidated damages will be assessed for all trees damaged. Rates will be in accordance with General Condition and Requirement 3.4 Damaged Timber.

4 - Transportation

4.1 - Construction

4.1.3 - Slash and earthen piles (8/04)

Piles or windrows of earth along roads and landings that have been widened or constructed shall be leveled. Slash from road maintenance or construction, including stumps, shall be chipped, utilized or otherwise removed from the sale. Stumps from road construction must be kept to close the road when finished.

4.1.6 - Road construction (1/09)

Construction of new roads or improvements of existing roads shall be done in such a way as to minimize the environmental and visual impacts. Merchantable trees shall be cut and utilized unless otherwise directed. Non-merchantable trees shall be severed and laid flat on the ground. Slash shall be chipped, utilized or otherwise removed from the sale. Stumps shall be set upright, not left on edge, and be moved at least 10 feet away from the road edge. Disturbed soil shall be feathered into the woods and not left in berms or windrows.

4.1.7 - Road closure (10/11)

All new roads built into the sale must be blocked to vehicle traffic upon completion of the sale. Overgrown roads that are reopened shall be considered new roads. In general, this will require constructing a four (4') foot high berm of stumps and logs covered with earth. These roads must be rendered impassable to cars and trucks. All stumps from road building and landing construction must be reserved to block any newly constructed roads upon completion of the sale. These stumps must be scattered along the road system to prohibit vehicular movement. Contact the sale administrator for specific details of design and placement.

4.2 - Maintenance

4.2.5 - Two wheel drive condition (2/04)

All existing trail roads on and adjacent to the sale area must be passable by two-wheel drive traffic for the duration of the sale.

5 - Operations

5.1 - Notification

5.1.1 - Pre-sale conference (10/11)

A pre-sale conference on site between the Purchaser and sale administrator is required prior to beginning any operations to determine landing locations and road location to access payment unit 1. The Unit Manager or his/her representative must be contacted at least 10 days in advance to schedule the conference.

5.1.3 - Well heads and natural gas pipelines (7/07)

The Purchaser is responsible for contacting the gas or pipeline company prior to operating equipment in the vicinity of well heads or natural gas pipelines.

5.1.4 - Post-sale conference (6/11)

A post-sale conference on site between the Purchaser and sale administrator is required 5 days prior to the completion of active logging operations to determine clean-up and repair of landings, road edges, and the fulfillment of other contract specifications.

5.2 - Conduct of Operations

5.2.1 - Slash

5.2.1.9 - No Slash:pipe/powerline, oil/gas sites (2/04)

All pipelines, power lines, oil or gas storage sites and related access roads are to remain free of slash at all times.

5.2.2 - Hazard Trees/Snags

5.2.2.1 - Den trees (2/04)

Obvious hollow and/or den trees shall be protected and left standing unless they are a safety hazard.

5.2.3 - Operating Restrictions

5.2.3.6 - Bark beetle restriction (12/08)

In the event drought creates a high risk of pine bark beetle infestation, pine is not to be cut during the period March 1 through July 1, unless all portions of trees greater than two inches in diameter are removed from the sale area, reduced to

chips, or treated to the satisfaction of the Unit Manager or his/her representative, within fifteen days of being severed from the stump. Pine log decks, pulpwood piles and treetops that are piled for chipping in the fall or winter within a 1/4 mile of susceptible sites must be removed before March 15. Residual slash must not be placed in piles or rows and must be spread over the site for quick drying. The Department of Natural Resources will exercise this specification if the risk of damage warrants.

5.2.38 - No decking against live trees (2/04)

Cut products may not be decked against unmarked or designated leave trees.

5.2.40 - Pathway protection (10/10)

The High Country Pathway is a hiking trail and is shown on the Timber Sale Map. Do not cut trees or damage posts with blue pathway markers. Maintain a 20-foot wide slash, debris, and rut free zone daily, using the pathway as the centerline. Do not run equipment down the pathway. Skidding across the trail may only occur in locations approved by the sale administrator.

5.4 - Soil Protection

5.4.1 - Rutting restriction, general (1/09)

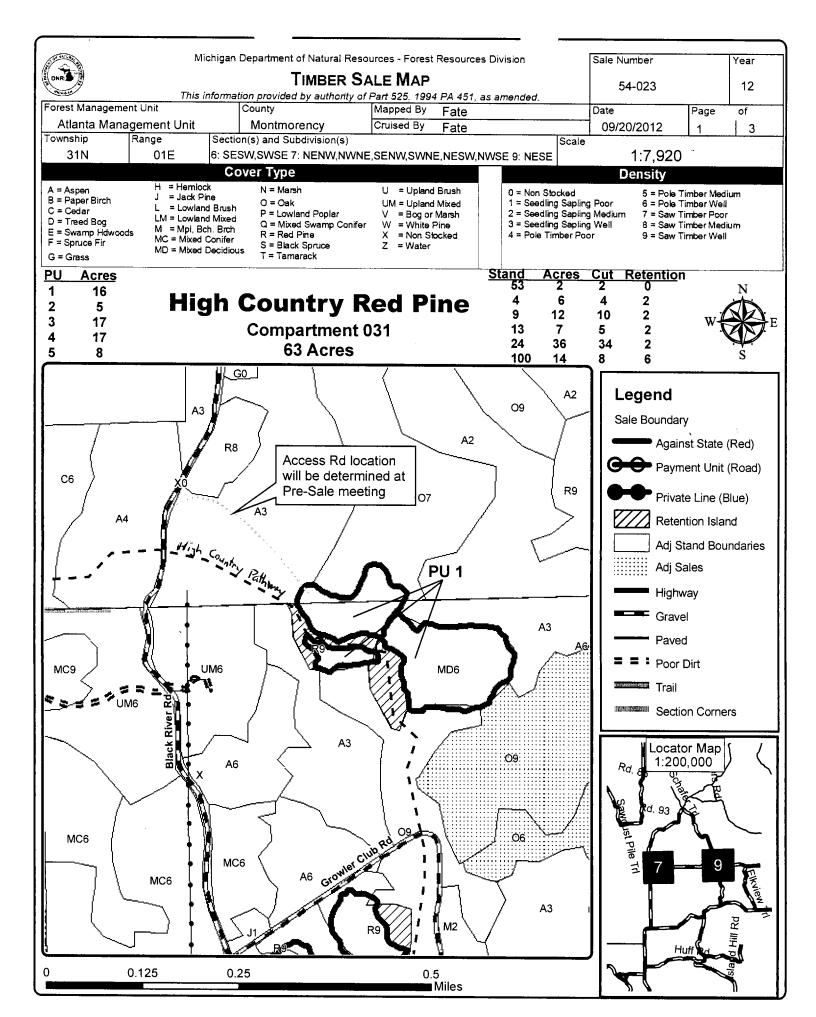
Operations are to cease immediately if equipment and weather conditions result in rutting of roads and skid trails which is 12 inches or greater in depth and 50 feet in length. The Unit Manager or his/her representative may restrict hauling and/or skidding if ruts exceed the specified depth. With the Unit Manager or his/her representative's approval, the Purchaser may return to the area when the risk of rutting has decreased.

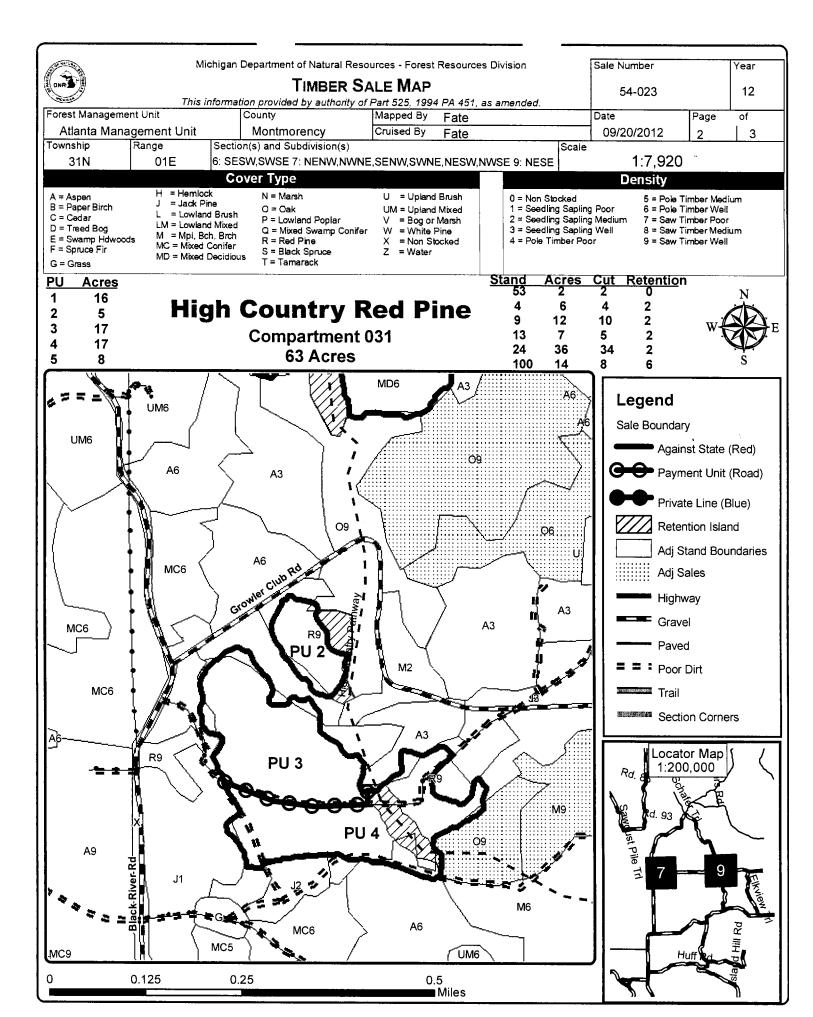
5.8 - Protection of Endangered Species

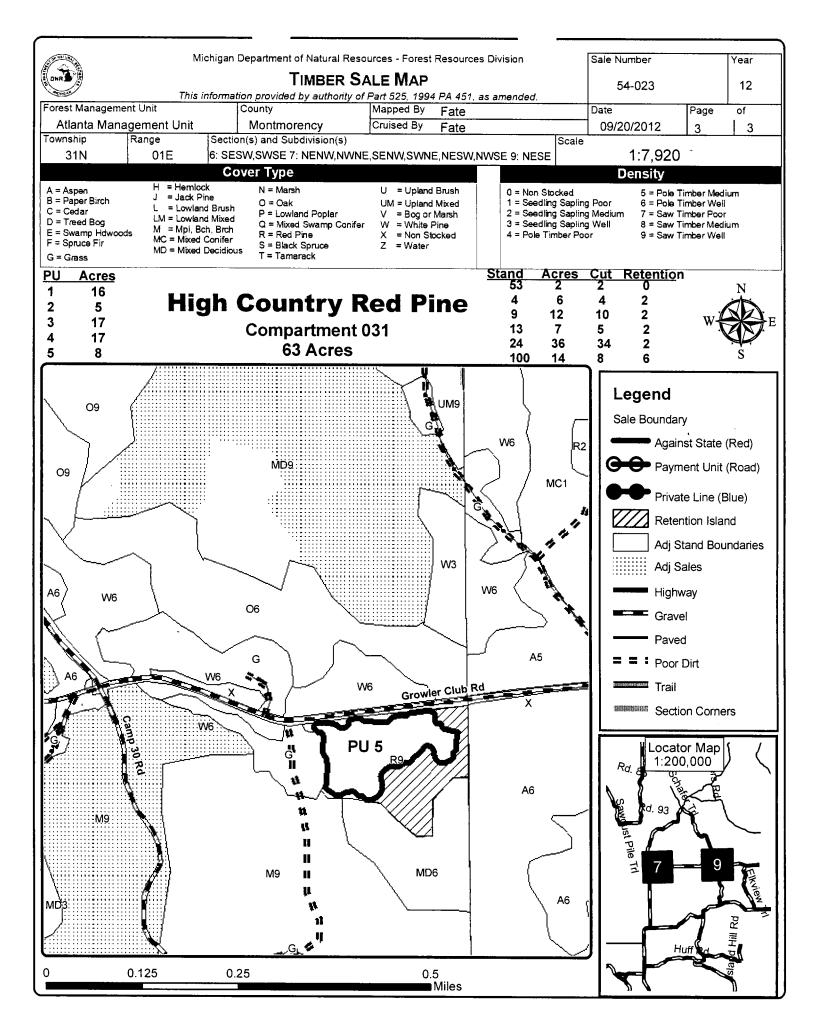
5.8.5 - Protection of raptor nests (4/09)

All trees with raptor nests will be protected if found during harvesting operations. Notification will be made to the Unit Manager or his/her representative who will notify the Wildlife Biologist so an on-site evaluation and recommendation can be made, if necessary.

Section Name: Sale Specific Current as of 10/10/2012 11:28:13AM







TIMBER SALE INFORMATION

MEAFORD RD MIX (54-025-12-01)

T31N, R01E, SEC. 25; T31N, R02E, SEC. 19; T31N, R02E, SEC. 30.

Montmorency County (Advertised Price \$14,968.80)

SALE NOTE: No designated recreation site such as a trail, pathway, or campground is within the sale area or the vicinity. Access may be through state forest land.

A timber sale contract for this lump sum, sealed bid timber sale will be awarded to the responsible bidder offering the highest sealed bid price. Bids must be at or above the following advertised price for each species:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | AD\ | /ERTISED PRICE |
|--------------------|-------------------------|-----|----------------|
| Sawlogs | | | |
| Red Oak | 4.70 MBF | \$ | 175.00 / MBF |
| Red Pine | 20.30 MBF | \$ | 190.00 / MBF |
| Pulpwood | | | |
| Mixed Aspen | 190.00 Cords | \$ | 16.25 / Cord |
| Mixed Hardwood | 200.00 Cords | \$ | 14.10 / Cord |
| Mixed Softwood | 103.00 Cords | \$ | 22.75 / Cord |
| Red Pine | 29.00 Cords | \$ | 58.75 / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$334.80:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | <u>ADV</u> | <u>'ERTISED PRICE</u> |
|--------------------|------------------|------------|-----------------------|
| Sawlogs | | | |
| White Pine | 3.60 MBF | \$ | 93.00 / MBF |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 22.37 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

BOND AND PAYMENT SCHEDULE:

- 1. A bond in the amount of \$800.00 to insure faithful performance of the conditions of the contract will be deposited by the successful bidder within 21 days of the sale award.
- 2. Cutting in any sale or unit without the required advance payment would be considered a trespass.
- 3. Total payment must be paid in advance or according to the following schedule:
 - (a) Ten percent (10%) of the sale value must be paid within 21 days of the sale award.
 - (b) The 10% down payment will be credited towards the first unit cut.
 - (c) Payment for each of the following units must be made before cutting begins in that unit:

| -,,, | |
|---------------------|-----------------------------|
| PAYMENT UNIT NUMBER | PERCENT OF TOTAL SALE VALUE |
| 01 | 55% |
| 02 | 15% |
| 03 | 30% |

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 12/31/2014.

Sale Specific Conditions & Requirements

Sale Name: Meaford Rd Mix Sale Number: 54-025-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary is marked and identified by red paint. Exterior sale boundary lines against state are marked with red paint. Retention pocket boundaries are marked and identified by red paint. Do not cut trees beyond/outside the boundaries or painted boundary line trees.

2 - Timber Specifications

2.1 - Included Timber

2.1.1 - Clearcut unit(s) with unmerchantable trees (8/11)

Within Payment Unit(s) 1, cut all trees that are 2 inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability except white pine saplings less than 4.5 inches DBH & all trees marked with yellow paint above and below stump height. Within Payment Unit 3 cut all trees that are 2 inches or more in diameter measured at a point four and one-half (4-1/2) feet above ground level regardless of merchantability.

Special protection trees identified in accordance with condition 3.4.2, within cutting unit boundaries, are not Included Timber and are to be protected.

2.1.2 - Clearcut unit(s) w/o unmerchantable trees (8/11)

Within Payment Unit(s) 2, cut all trees which meet minimum piece specifications in 2.2 Utilization (trees that are greater than 4.5 inches in diameter measured at a point four and one-half (4-1/2) feet above ground level). Do not cut or damage any white pine regardless of diameter.

2.1.11 - Description of timber note (2/04)

Note that Mixed hardwood pulp includes red maple, red oak, paper birch, sugar maple, basswood, white ash, and beech. Mixed softwood pulp includes balsam fir, white pine, jack pine, and white cedar. Mixed aspen pulpwood includes quaking and bigtooth aspen.

Payment unit 1 stocking is highly variable and contains scattered individual trees to clumps of pine that are 18+ in DBH with a dense conifer understory. All logs were point cruised and not 100% tallied.

2.2 - Utilization

2.2.6 - Roundwood operation required (5/07)

The skidding of whole trees or tree segments with limbs attached is prohibited within Payment Unit(s) 2 & 3. All products must be produced as roundwood and forwarded to existing roads or landing areas in final product length.

3 - Payments

3.4 - Damaged Timber

3.4.1 - Damaged timber (6/05)

General Condition and Requirement 3.4 Damaged Timber, defines liquidated damages for undesignated live merchantable trees which are cut or injured. In addition, extreme care should be taken to avoid damage to tree seedlings and saplings. Damage to residual trees (defined as breaking of the cambium layer, broken tops or bending of trees from their natural position) is not acceptable.

Within Payment Units 1 & 2, if more than 25% of the UNDESIGNATED tree seedlings or saplings (1/4" to 4.5" DBH) are damaged, liquidated damages will be assessed at \$150 per acre for all acreage within that specified portion of the sale area that was damaged. Undesignated tree seedlings or saplings are all white pine in Payment Unit 1 and all tree seedlings or saplings in Payment Unit 2.

No damage is acceptable to merchantable UNDESIGNATED trees. Within the sale area, if more than 5 % of trees (> 4.5" DBH) within a specified area of the sale are damaged, liquidated damages will be assessed for all trees damaged. Rates will

be in accordance with General Condition and Requirement 3.4 Damaged Timber.

3.4.2 - Special Protection Trees (8/11)

The Purchaser shall not cut live or dead special protection trees within cutting units or clearings. Special protection trees are over 26 inches in DBH and identified with yellow paint within payment unit 1. The Purchaser shall protect special protection trees from damage by the Purchaser's operations. If the Purchaser's operations have cut or damaged special protection trees through carelessness, the Purchaser shall pay \$50 as fixed, agreed and liquidated damages for each special protection tree cut or damaged. Such payment does not constitute ownership of the undesignated timber.

4 - Transportation

4.1 - Construction

4.1.3 - Slash and earthen piles (8/04)

Piles or windrows of earth along roads and landings that have been widened or constructed shall be leveled. Slash from road maintenance or construction, including stumps, shall be dispersed throughout the sale.

4.1.6 - Road construction (1/09)

Construction of new roads or improvements of existing roads shall be done in such a way as to minimize the environmental and visual impacts. Merchantable trees shall be cut and utilized unless otherwise directed. Non-merchantable trees shall be severed and laid flat on the ground. Slash shall be scattered, and not left in windrows and kept a minimum of 10 feet back from the road edge. Stumps shall be set upright, not left on edge, and be moved at least 10 feet away from the road edge. Disturbed soil shall be feathered into the woods and not left in berms or windrows.

4.1.7 - Road closure (10/11)

All new roads built into the sale must be blocked to vehicle traffic upon completion of the sale. Overgrown roads that are reopened shall be considered new roads. In general, this will require constructing a four (4') foot high berm of stumps and logs covered with earth. These roads must be rendered impassable to cars and trucks. Contact the sale administrator for specific details of design and placement.

4.2 - Maintenance

4.2.5 - Two wheel drive condition (2/04)

All existing trail roads on and adjacent to the sale area must be passable by two-wheel drive traffic for the duration of the sale.

5 - Operations

5.1 - Notification

5.1.1 - Pre-sale conference (10/11)

A pre-sale conference between the Purchaser and sale administrator is required prior to beginning any operations to determine landing and road locations. The Unit Manager or his/her representative must be contacted at least 10 days in advance to schedule the conference.

5.1.3 - Well heads and natural gas pipelines (7/07)

The Purchaser is responsible for contacting the Delta Oil Company, Inc. prior to operating equipment in the vicinity of well heads or natural gas pipelines. Written permission is required before harvest operations begin and must be submitted to the Unit Manager.

5.1.4 - Post-sale conference (6/11)

A post-sale conference on site between the Purchaser and sale administrator is required 5 days prior to the completion of active logging operations to determine clean-up and repair of landings, road edges, and the fulfillment of other contract specifications.

5.2 - Conduct of Operations

5.2.1 - Slash

5.2.1.9 - No Slash:pipe/powerline, oil/gas sites (2/04)

All pipelines, power lines, oil or gas storage sites and related access roads are to remain free of slash at all times.

5.2.2 - Hazard Trees/Snags

5.2.2.1 - Den trees (2/04)

Obvious hollow and/or den trees shall be protected and left standing unless they are a safety hazard.

5.2.3 - Operating Restrictions

5.2.3.6 - Bark beetle restriction (12/08)

In the event drought creates a high risk of pine bark beetle infestation, pine is not to be cut during the period March 1 through July 1, unless all portions of trees greater than two inches in diameter are removed from the sale area, reduced to chips, or treated to the satisfaction of the Unit Manager or his/her representative, within fifteen days of being severed from the stump. Pine log decks, pulpwood piles and treetops that are piled for chipping in the fall or winter within a 1/4 mile of susceptible sites must be removed before March 15. Residual slash must not be placed in piles or rows and must be spread over the site for quick drying. The Department of Natural Resources will exercise this specification if the risk of damage warrants.

5.2.3.11 - Coppice regeneration protection (4/10)

Timber harvesting in any Payment Unit must be completed before significant aspen sprouting occurs in that Payment Unit so as to minimize damage to the new regeneration. Any post harvest operations, such as chipping, must be completed before sprouting of regeneration occurs. If it is anticipated that chipping will be delayed, then tops shall be carried to one central location or left unchipped. The Unit Manager or his/her representative may cease such operations if sprouting occurs before the operation is complete.

5.2.4 - Dead and Down Creation

5.2.4.4 - Dead and down creation, grouse (9/09)

To encourage grouse and other wildlife, in Payment Unit(s) 2 & 3 leave one, 12" diameter or larger log-length (8 foot minimum) piece on the ground for every 2 acres. These will be evenly scattered throughout the cut unit. This can be an unmerchantable piece or a full tree.

5.2.18 - Equipment requirements (1/09)

All processing and forwarding equipment must be able to operate on slopes over 35% within Payment Units 2 & 3 and not create erosion concerns.

5.2.22 - Operating Caution

5.2.22.1 - Operating caution (6/11)

It is recommended, but not required, that within Payment Unit(s) 2 north of Meaford Rd, cutting, skidding, and hauling occur during dry summer or frozen winter conditions. The reason for the recommendation is to create less potential rutting while operating on saturated/poorly drained soils.

5.2.31 - Landing locations (10/09)

Recommended landing areas are marked on the timber sale map with the letter "L". Landings must be confined to these designated sites unless otherwise authorized by the Unit Manager or his/her representative.

5.2.32 - Decking/landing restoration (9/11)

All decking and landing areas must have the surface area restored to a condition equal to or better than before. This is to ensure the proper regeneration of the stand.

5.2.33 - Gas well re-vegetation (12/08)

In the event that the gas well is utilized for a landing, the site must be re-vegetated with a seeding mixture specified by the Unit Manager or his/her representative.

5.2.38 - No decking against live trees (2/04)

Cut products may not be decked against unmarked or designated leave trees.

5.4 - Soil Protection

5.4.1 - Rutting restriction, general (1/09)

Operations are to cease immediately if equipment and weather conditions result in rutting of roads and skid trails which is 12 inches or greater in depth and 50 feet in length. The Unit Manager or his/her representative may restrict hauling and/or skidding if ruts exceed the specified depth. With the Unit Manager or his/her representative's approval, the Purchaser may return to the area when the risk of rutting has decreased.

5.4.2 - Skid trails (2/04)

Skid trails up and down slopes should be avoided. If however this is unavoidable, these trails will be left in a non-erodible condition using water bars, logs, and slash. Placing of slash on these skid trails while logging is ongoing may alleviate need for any further action. At the direction of the sale administrator, seed, fertilizer, and mulch may also be required.

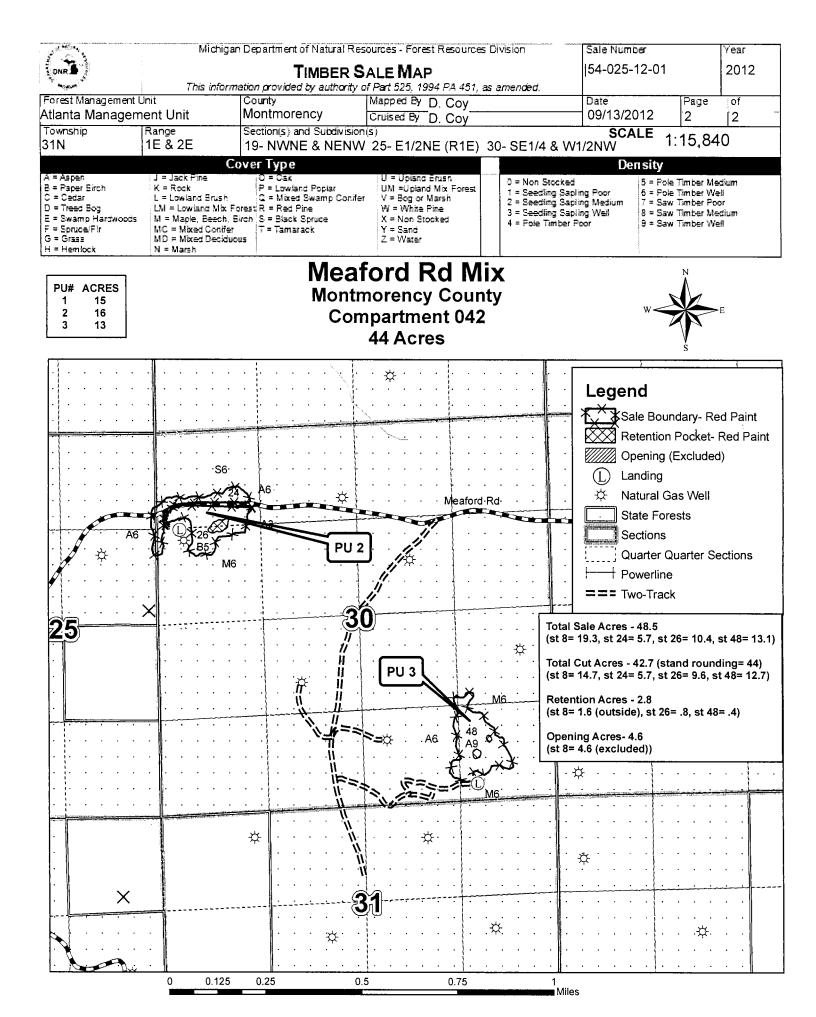
5.8 - Protection of Endangered Species

5.8.5 - Protection of raptor nests (4/09)

All trees with raptor nests will be protected if found during harvesting operations. Notification will be made to the Unit Manager or his/her representative who will notify the Wildlife Biologist so an on-site evaluation and recommendation can be made, if necessary.

Section Name: Sale Specific Current as of 10/8/2012 12:23:28PM

| DNR | Michigar | | Resources - Forest Resources | Division | Sale Number 54-025-12-01 | Year 2012 |
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| To go and the control of the control | This informa | ation provided by autho | xity of Part 525, 1994 PA 451, a | s amended. | | |
| Forest Management L Atlanta Managem | | County Montmorency | Mapped By D. Coy Cruised By D. Coy | | Date Pag 09/13/2012 1 | ge of 2 |
| Township | Range | Section(s) and Subdiv | vision(s) | <u> </u> | SCALE | |
| 31N | 1E & 2E | 19- NWNE & NE | NW 25- E1/2NE (R1E) | 30- SE1/4 & W | 1/2NW 1:15, | ,840 |
| | | ver Туре | | | Density | |
| A = Aspen B = Paper Biroh | J = Jack Pine K = Rock | O ≈ Oak P = Lowland Poplar | U = Upland Brush UM =Upland Mix Forest | 9 = Non Stocked 1 = Seedling Sapi | 5 = Pole Timbe | |
| C = Cedar D = Treed Bog | L = Lowland Brush LM = Lowland Mix Fo | G = Mixed Swamp C rest R = Red Pine | onifer V = Bog or Marsh W = White Pine | 2 = Seedling Sapi 3 = Seedling Sapi | ing Medium 7 = Saw Timbe | er Poor |
| E = Swamp Hardwoods F = Spruce/Fir | M = Maple, Eeech, B. MC = Mixed Conifer | irch S = Black Spruce T = Tamarack | X = Non Stocked Y = Sand | 4 = Pole Timber P | oor 9 = Saw Timbe | |
| G = Grass H = Hemfock | MD = Mixed Deciduo N = Marsh | 15 | Z = Water | | | |
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| ☆ | i | | | | Opening (Exclu | |
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| | 1/ | *** | MC9 | Total S | Sale Acres - 48.5 | |
| | | Q6 | II | | 19.3, st 24= 5.7, st 26= 10 | J.4, st 48= 13.1) |
| | | 1 | | Total C | Cut Acres - 42.7 (stand ro | ounding= 44) |
| | ·// | 1/8 | | (st 8= | 14.7, st 24= 5.7, st 26= 9. | 6, st 48= 12.7) |
| | · · · · · · | 1. Q6 XI MC | | | ion Acres - 2.8 | |
| | | N S | Q6 | (st 8= | 1.6 (outside), st 26= .8, s | t 48= .4) |
| | | Snows | PU1 | Openii | ng Acres- 4.6 | |
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BID FORM

SASQUATCH HARDWOODS (54-009-12-01)

T31N, R01E, SEC. 07; T31N, R01E, SEC. 08; T31N, R01E, SEC. 09, Montmorency County

In response to the notice of sale to be held 10:00 a.m. (local time) on December 11, 2012, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

| PRODUCTS & SPECIES | ESTIMATED UNITS* | ADVERTISED PRICE | BID PRICE |
|--------------------|-------------------------|------------------|-----------|
| Sawlogs | | | |
| Basswood | 295.80 MBF | \$ 102.00 / MBF | \$ / MBF |
| Red Oak | 471.80 MBF | \$ 234.00 / MBF | \$ / MBF |
| Sugar Maple | 63.40 MBF | \$ 496.00 / MBF | \$ / MBF |
| White Ash | 651.00 MBF | \$ 60.00 / MBF | \$ / MBF |
| Pulpwood | | | |
| Mixed Hardwood | 2,361.00 Cords | \$ 14.30 / Cord | \$ / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$25,889.60:

| PRODUCTS & SPECIES | <u>ESTIMATE</u> I | ESTIMATED UNITS* | | ADVERTISED PRICE | |
|--------------------|-------------------|------------------|----|------------------|--|
| Sawlogs | | | | | |
| Beech | 51.70 | MBF | \$ | 138.00 / MBF | |
| Red Maple | 1.10 | MBF | \$ | 120.00 / MBF | |
| Pulpwood | | | | | |
| B. T. Aspen | 310.00 | Cords | \$ | 18.85 / Cord | |
| Basswood | 335.00 | Cords | \$ | 7.20 / Cord | |
| Red Oak | 550.00 | Cords | \$ | 18.85 / Cord | |
| | | | | | |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 17.57 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

I understand that any or all bids may be rejected. All bids must be signed and all bid items must be bid or the bid form may be rejected. I also understand that consideration and awarding a contract will be based upon my past performance and ability to complete the contract based upon equipment and staffing subject to my control.

| | FEDERAL ID: | or SOCIAL SECU | IRITY NUMBER: | | | | | |
|-----------|-----------------------------------------------------------------------------------------|----------------|---------------|-------|--|--|--|--|
| | Company or individual bidding: | | | | | | | |
| | Company representative's name: | | | | | | | |
| | Address: | | | | | | | |
| | City: | State: | Zip: | | | | | |
| F AVAIL | F AVAILABLE, PLEASE PLACE THE PERSONALIZED LABEL FROM YOUR PROSPECTUS IN THE ABOVE BOX. | | | | | | | |
| ndividual | or company representative's signatur | e: | | Date: | | | | |
| hone nu | mber : | Email (d | optional): | | | | | |



Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

As required by Act 317, P.A. 1969 (Worker's Compensation) and Part 525 of Act 451 of 1994, as amended.

FOR DEPARTMENT USE ONLY Sale Number (XX – XXX – XX – XX) Forest Management Unit:

VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

- This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract.
- In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21
 days of the contract award and prior to the issuance of the timber sale contract.

| | days of the contract award and prior to the issu | | | | | | |
|------|----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|----------------------|------------------------------------------------------------------------------------|--|--|--|--|
| • | All Information must be typed or printed excep | t for written si | ignatures. | | | | |
| Ple | ease Check Appropriate Categories: | | | | | | |
| 1. | My business is organized as (you must check A. ☐ Sole Proprietorship (individual) B. ☐ Partnership C. ☐ Corporation | ck <u>one</u> of the | boxes below): | | | | |
| 2. | You must check one of the boxes below: A. | | | | | | |
| 3. | If you have checked item 2(A) or 2(B), you must indicate the number of both full-time and part-time employees, other than yourself, including family members and active partners (if none, you must enter "0"). Full-time EmployeesPart-time Employees | | | | | | |
| Nam | me of Business | | Federal ID (or) Social Security No. | | | | |
| Add | dress | | Telephone () | | | | |
| City | State | ξ | ZIP | | | | |
| 000 | ereby certify that the above information is true cur in factors affecting my coverage during any Signature of Owner or Authorized Representative | | I agree to notify the Michigan DNRE of any changes that ent and future operations. | | | | |
| 7 | Title | | Date | | | | |

EEDEDAL ID

BID FORM

VALENTINE R.R. GRADE MIX (54-016-12-01) T32N, R02E, SEC. 34, Montmorency County

In response to the notice of sale to be held 10:00 a.m. (local time) on December 11, 2012, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

| PRODUCTS & SPECIES | <u>ESTIMATEI</u> | <u> UNITS*</u> | AD\ | VERTISED PRICE | BID PI | RICE |
|--------------------|------------------|----------------|-----|----------------|--------|--------|
| Sawlogs | | | | | | |
| Red Pine | 12.00 | MBF | \$ | 131.00 / MBF | \$ | / MBF |
| Pulpwood | | | | | | |
| Jack Pine | 89.00 | Cords | \$ | 24.25 / Cord | \$ | / Cord |
| Mixed Aspen | 173.00 | Cords | \$ | 17.35 / Cord | \$ | / Cord |
| Mixed Oak | 82.00 | Cords | \$ | 10.90 / Cord | \$ | / Cord |
| Red Maple | 89.00 | Cords | \$ | 18.40 / Cord | \$ | / Cord |
| Red Pine | 25.00 | Cords | \$ | 62.60 / Cord | \$ | / Cord |
| White Pine | 75.00 | Cords | \$ | 11.95 / Cord | \$ | / Cord |
| | | | | | | |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$1,432.85:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | ADV | ERTISED PRICE |
|--------------------|-------------------------|-----|---------------|
| Sawlogs | | | |
| Mixed Oak | 7.00 MBF | \$ | 86.00 / MBF |
| White Oak | 12.00 MBF | \$ | 32.00 / MBF |
| Pulpwood | | | |
| Balsam Fir | 8.00 Cords | \$ | 8.95 / Cord |
| White Oak | 79.00 Cords | \$ | 4.75 / Cord |
| | | | |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 16.61 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

I understand that any or all bids may be rejected. All bids must be signed and all bid items must be bid or the bid form may be rejected. I also understand that consideration and awarding a contract will be based upon my past performance and ability to complete the contract based upon equipment and staffing subject to my control.

| | FEDERAL ID: | or SOCIAL | SECURITY NUMBER | R: |
|----------|-----------------------------------------------------|----------------------|-----------------|---------------------------|
| | Company or individual bide | ding: | | |
| | Company representative's | name: | | |
| | Address: | | | |
| | City: | State: | Zip: | |
| - ^//^!! | ADJ E DJ E 4 0 E DJ 4 0 E TJ J | E DEDOONALIZED LADEL | EDOM VOLID DDOS | PECTUS IN THE ABOVE BOX. |
| - AVAIL | ABLE, PLEASE PLACE THI | E PERSONALIZED LABEL | FROM TOOK FROSE | I LOTOO IN THE ABOVE BOX. |
| | ABLE, PLEASE PLACE THI I or company representative | | | |



Title

Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

As required by Act 317, P.A. 1969 (Worker's Compensation) and Part 525 of Act 451 of 1994, as amended.

| FOR DEPARTMENT USE ONLY | |
|----------------------------------|--|
| Sale Number (XX – XXX – XX – XX) | |
| Forest Management Unit: | |

| | VERIFICATION OF WOR | RKER'S DISABIL | ITY COMPENSATION ACT COMPLIANCE | | |
|------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------|------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|--|
| • | This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract. | | | | |
| • | In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21 days of the contract award and prior to the issuance of the timber sale contract. | | | | |
| • | All Information must be typed or printed except for written signatures. | | | | |
| Ple | ease Check Appropriate Categories: | | | | |
| 1. | My business is organized as (you must check <u>one</u> of the boxes below): A. ☐ Sole Proprietorship (individual) B. ☐ Partnership C. ☐ Corporation | | | | |
| 2. | Worker's Compensation Laws. B. I certify that my business has satis Notice of Exclusion (BWC-337, Rev award. (For questions or a copy of tl C. I certify that my business has a Wordays of the contract award. | proprietorship and it fied its obligation to . 5/96). I will provid the BWC-337, pleas ker's Compensation ou must indicate | has no employees but the sole proprietor. I am not subject to the of the Worker's Compensation Act through the use of an approved de a copy of the Notice of Exclusion within 21 days of the contract e call the Worker's Compensation Bureau at 517-322-1195). In Policy. I will provide an original Certificate of Insurance within 21 the number of both full-time and part-time employees, other are (if none, you must enter "0"). | | |
| | Full-time En | nployees | Part-time Employees | | |
| Nam | ne of Business | | Federal ID (or) Social Security No. | | |
| Add | ress | | Telephone () | | |
| City | | State | ZIP | | |
| | ereby certify that the above information is our in factors affecting my coverage during | | I agree to notify the Michigan DNRE of any changes that ent and future operations. | | |
| 5 | Signature of Owner or Authorized Representative | | | | |

Date

EEDEDAL ID:

BID FORM

HIGH COUNTRY RED PINE (54-023-12-01)

T31N, R01E, SEC. 06; T31N, R01E, SEC. 07; T31N, R01E, SEC. 09, Montmorency County

In response to the notice of sale to be held 10:00 a.m. (local time) on December 11, 2012, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

| PRODUCTS & SPECIES | ESTIMATED UNITS* | ADVERTISED PRICE | BID PRICE |
|--------------------|-------------------------|------------------|-----------|
| Sawlogs | | | |
| Red Pine | 424.70 MBF | \$ 166.00 / MBF | \$ / MBF |
| Pulpwood | | | |
| B. T. Aspen | 310.00 Cords | \$ 17.05 / Cord | \$ / Cord |
| Red Pine | 473.00 Cords | \$ 73.20 / Cord | \$ / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$9,153.45:

| PRODUCTS & SPECIES | <u>ESTIMATEI</u> | D UNITS* | ADV | ERTISED PRICE |
|--------------------|------------------|----------|-----|---------------|
| Sawlogs | | | | |
| B. T. Aspen | 22.80 | MBF | \$ | 71.00 / MBF |
| Red Maple | 2.20 | MBF | \$ | 114.00 / MBF |
| Red Oak | 7.10 | MBF | \$ | 217.00 / MBF |
| White Pine | 21.90 | MBF | \$ | 105.00 / MBF |
| Pulpwood | | | | |
| Jack Pine | 28.00 | Cords | \$ | 20.90 / Cord |
| Mixed Hardwood | 95.00 | Cords | \$ | 13.65 / Cord |
| Red Oak | 54.00 | Cords | \$ | 18.55 / Cord |
| White Pine | 50.00 | Cords | \$ | 11.20 / Cord |
| | | | | |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 10.36 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.

I understand that any or all bids may be rejected. All bids must be signed and all bid items must be bid or the bid form may be rejected. I also understand that consideration and awarding a contract will be based upon my past performance and ability to complete the contract based upon equipment and staffing subject to my control.

or SOCIAL SECUDITY NUMBED:

| | LDLIVAL ID | 0 3001AL 3L00 | MITT NOWIDEN | | |
|-----------|--------------------------------------|--------------------|------------------------|---------------|---|
| | Company or individual bidding: | | | | |
| | Company representative's name: | | | | |
| | Address: | | | | |
| | City: | State: | Zip: | | |
| F AVAIL | ABLE, PLEASE PLACE THE PERSOI | NALIZED LABEL FROM | I YOUR PROSPECTUS IN T | HE ABOVE BOX. | |
| ndividual | or company representative's signatur | e: | | Date: | _ |
| Phone nu | ımber : | Email (| optional): | | |



Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

As required by Act 317, P.A. 1969 (Worker's Compensation) and Part 525 of Act 451 of 1994, as amended.

| FOR DEPARTMENT USE ONLY | |
|----------------------------------|--|
| Sale Number (XX – XXX – XX – XX) | |
| Farest Management Heits | |
| Forest Management Unit: | |
| | |

VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract.
 In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21 days of the contract award and prior to the issuance of the timber sale contract.

| • | All Information must be typed or printed except for written si | gnatures. | | | | |
|------|-----------------------------------------------------------------------------------------------------------------------------------------------------------------------------|-------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|--|--|--|--|
| Ple | Please Check Appropriate Categories: | | | | | |
| 1. | My business is organized as (you must check <u>one</u> of the A. Sole Proprietorship (individual) B. Partnership C. Corporation | boxes below): | | | | |
| 2. | Worker's Compensation Laws. B. | has no employees but the sole proprietor. I am not subject to the of the Worker's Compensation Act through the use of an approved de a copy of the Notice of Exclusion within 21 days of the contract e call the Worker's Compensation Bureau at 517-322-1195). In Policy. I will provide an original Certificate of Insurance within 21 | | | | |
| 3. | If you have checked item 2(A) or 2(B), you must indicate than yourself, including family members and active partners. Full-time Employees | the number of both full-time and part-time employees, other ers (if none, you must enter "0"). Part-time Employees | | | | |
| Nam | ne of Business | Federal ID (or) Social Security No. | | | | |
| Addr | ress | Telephone () | | | | |
| City | State | ZIP | | | | |
| 000 | ereby certify that the above information is true and correct. Fur in factors affecting my coverage during any of my prese Signature of Owner or Authorized Representative | I agree to notify the Michigan DNRE of any changes that ent and future operations. | | | | |
| Т | Title | Date | | | | |

BID FORM

MEAFORD RD MIX (54-025-12-01)

T31N, R01E, SEC. 25; T31N, R02E, SEC. 19; T31N, R02E, SEC. 30, Montmorency County

In response to the notice of sale to be held 10:00 a.m. (local time) on December 11, 2012, I am hereby submitting my sealed bid (firm offer) for the following forest products to be cut. Bids for individual species must be at or above the advertised price. All non-responsive bid forms may be rejected.

| PRODUCTS & SPECIES | <u>ESTIMATEI</u> | D UNITS* | AD | VERTISED PRICE | BID PRICE | |
|--------------------|------------------|----------|----|----------------|-----------|--------|
| Sawlogs | | | | | | |
| Red Oak | 4.70 | MBF | \$ | 175.00 / MBF | \$ | / MBF |
| Red Pine | 20.30 | MBF | \$ | 190.00 / MBF | \$ | / MBF |
| Pulpwood | | | | | | |
| Mixed Aspen | 190.00 | Cords | \$ | 16.25 / Cord | \$ | / Cord |
| Mixed Hardwood | 200.00 | Cords | \$ | 14.10 / Cord | \$ | / Cord |
| Mixed Softwood | 103.00 | Cords | \$ | 22.75 / Cord | \$ | / Cord |
| Red Pine | 29.00 | Cords | \$ | 58.75 / Cord | \$ | / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$334.80:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | AD\ | /ERTISED PRICE |
|--------------------|------------------|-----|----------------|
| Sawlogs | | | |
| White Pine | 3.60 MBF | \$ | 93.00 / MBF |

I understand that any or all bids may be rejected. All bids must be signed and all bid items must be bid or the bid form may be rejected. I also understand that consideration and awarding a contract will be based upon my past performance and ability to complete the contract based upon equipment and staffing subject to my control.

| | FEDERAL ID: | or SOCIAL SECU | URITY NUMBER: | |
|-----------|-------------------------------------|--------------------|------------------------|---------------|
| | Company or individual bidding: | | | |
| | Company representative's name: | | | |
| | Address: | | | |
| | City: | State: | Zip: | |
| F AVAIL | ABLE, PLEASE PLACE THE PERSO | NALIZED LABEL FROM | M YOUR PROSPECTUS IN T | HE ABOVE BOX. |
| | | | | |
| ndividual | or company representative's signatu | re: | | Date: |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 22.37 percent. The estimated units are final and not subject to adjustment. Prospective bidders are urged to examine this timber and to make their own estimates of quantity and quality.



Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

As required by Act 317, P.A. 1969 (Worker's Compensation) and Part 525 of Act 451 of 1994, as amended.

FOR DEPARTMENT USE ONLY Sale Number (XX – XXX – XX – XX) Forest Management Unit:

| | VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE |
|--------------------------------------|--------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------------|
| • | This verification must be completed and submitted within 21 days of contract award and prior to the issuance of the timber sale contract. |
| • | In addition, if boxes 2B or 2C are checked, then Notice of Exclusion or Certificate of Insurance must be submitted within 21 days of the contract award and prior to the issuance of the timber sale contract. |
| • | All Information must be typed or printed except for written signatures. |
| Please Check Appropriate Categories: | |
| 1 | My business is organized as (you must check <u>one</u> of the boxes below): A. ☐ Sole Proprietorship (individual) B. ☐ Partnership C. ☐ Corporation |
| 2 | You must check one of the boxes below: A. I certify that my business is a sole proprietorship and it has no employees but the sole proprietor. I am not subject to the Worker's Compensation Laws. B. I certify that my business has satisfied its obligation to the Worker's Compensation Act through the use of an approved Notice of Exclusion (BWC-337, Rev. 5/96). I will provide a copy of the Notice of Exclusion within 21 days of the contract award. (For questions or a copy of the BWC-337, please call the Worker's Compensation Bureau at 517-322-1195). C. I certify that my business has a Worker's Compensation Policy. I will provide an original Certificate of Insurance within 21 days of the contract award. |
| 3 | If you have checked item 2(A) or 2(B), you must indicate the number of both full-time and part-time employees, other than yourself, including family members and active partners (if none, you must enter "0"). |
| | Full-time EmployeesPart-time Employees |
| Na | ame of Business Federal ID (or) Social Security No. |
| Ad | Telephone () |
| Ci | State 7ID |

PR 4031-5 (Rev. 08/23/2010)

Date

I hereby certify that the above information is true and correct. I agree to notify the Michigan DNRE of any changes that

occur in factors affecting my coverage during any of my present and future operations.

Signature of Owner or Authorized Representative

Title