

DEPARTMENT OF NATURAL RESOURCES STATE OF MICHIGAN

TIMBER SALE PROSPECTUS #4839

SCHEDULED SALE DATE AND TIME: 3:00 p.m. (local time) on February 13, 2013. LOCATION: GAYLORD FIELD OFFICE, 1732 WEST M-32, GAYLORD, MI 49735.

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, GAYLORD MANAGEMENT UNIT, for certain timber on the following described lands:

RED SQUIRRELLY PINE (52-003-12-01) / T29N, R04W, SEC. 23, NENE, SENE, NWNE.

T29N, R04W, SEC. 25, SWNW, SENE, NESE, SWNE.

T29N, R04W, SEC. 26, SENE.

Otsego County, Advertised Price \$40,037.75, 64.0 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.

COUNTY LINE PATCH CLEARCUT (52-010-12-01) / T31N, R04W, SEC. 05, NE, E1/2NW.

Otsego County, Advertised Price \$17,328.10, 124.0 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.

BREAK OFF HARDWOODS (52-013-12-01) / T30N, R06W, SEC. 04, N1/2NW.

T30N, R06W, SEC. 05, NE/NE.

T31N, R06W, SEC. 33, S1/2SE, SE/SW.

Antrim County, Advertised Price \$51,239.85, 90.0 Acres

SALE NOTE: Good volume of quality hardwood sawlogs. Best access is through gate off Graves Crossing Road, which can be opened.

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.

DADDY O HARDWOODS (52-018-12-01) / T31N, R04W, SEC. 06, NW, NW/NE, N1/2SW.

T31N, R05W, SEC. 01, E1/2NE, NESE.

Otsego County, Advertised Price \$82,405.25, 182.0 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.

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

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

Bids must be received by the Unit Manager, GAYLORD OFFICE, 1732 WEST M-32, GAYLORD, MI 49735, no later than 3:00 p.m. (local time) on February 13, 2013. For further information concerning this sale, contact Joyce Angel at 989-732-3541 extension 5440.

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

RED SQUIRRELLY PINE (52-003-12-01)

T29N, R04W, SEC. 23; T29N, R04W, SEC. 25; T29N, R04W, SEC. 26.

Otsego County (Advertised Price \$40,037.75)

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* | <u>ADV</u> | ERTISED PRICE |
|--------------------|------------------|------------|---------------|
| Sawlogs | | | |
| Red Pine | 32.00 MBF | \$ | 163.00 / MBF |
| Pulpwood | | | |
| Red Pine | 642.00 Cords | \$ | 53.80 / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$282.15:

PRODUCTS & SPECIES

Pulpwood

Mixed Aspen

ESTIMATED UNITS*

ADVERTISED PRICE

19.00 Cords

\$ 14.85 / Cord

BOND AND PAYMENT SCHEDULE:

- 1. A bond in the amount of \$2,050.00 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 |
|---------------------|-----------------------|
| 01 | 30% |
| 02 | 35% |
| 03 | 35% |

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 02/01/2016.

^{*} The total volume is statistically estimated within plus (+) or minus (-) 18.01 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.

Sale Specific Conditions & Requirements

Sale Name: Red Squirrelly Pine Sale Number: 52-003-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary is marked and identified by blue and red 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 line is marked with yellow paint.

2 - Timber Specifications

2.1 - Included Timber

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

Within Payment Unit(s) I,II, and III, all trees are designated for cutting when marked with orange paint above and below stump height, regardless of merchantability.

2.2 - Utilization

2.2.4 - Skidding length (2/11)

Skidding of unlimbed tops or lengths over 17 feet is not permissible

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment unit(s) 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.

3.6 - Payment Unit Cutting Schedule

3.6.2 - One active unit (12/08)

Each Payment Unit must be completed to the satisfaction of the Unit Manager or his/her representative before the next unit may be opened.

4 - Transportation

4.1 - Construction

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. In general, this will require constructing a four (4') foot high berm of stumps and logs covered with earth.

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.

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

5.2.1.1 - 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.

5.2.3 - 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.

5.2.41 - Snowmobile trail protection (9/11)

Do not cut or damage posts with orange trail markers or traffic control signs. If the trail is used, it must be maintained and restored to a condition equal to or better than before the sale. NO logging will be permitted in the east portion of payment unit III during the snowmobile season from December 1st to March 31st. In regards to the trail along Mancelona Road and Lynn Lake Road, if the trail road is to be used for hauling during the snowmobile season, then a snow covered base must be left on the trail. The snowmobile trail may only be crossed at right angles. No decking of forest products will be permitted along the snowmobile trail.

5.3 - Stream Protection

5.3.1 - Operating near stream (7/04)

No tracked or wheeled vehicles shall be operated within 50 feet of lowland bog areas.

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

5.8.3 - Red shoulder hawk (1) (3/07)

In the event that an active red shoulder hawk nest is found, the contract may be amended to protect the nest site. The

harvesting time may be altered or reduced. Harvest operations may be limited to September 1 to March 1. This limitation may be selectively imposed on a specific portion of the sale, or it could apply to the entire sale. In addition, an area surrounding the nest tree could be designated as a "no-cut" zone with appropriate adjustments made to the timber sale value.

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

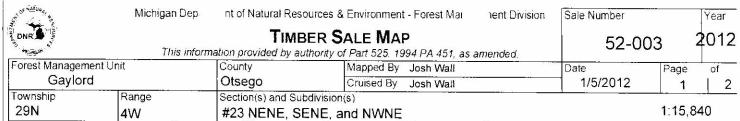
6.2.1 - Road posting (9/09)

The purchaser is responsible for posting and maintaining caution signs on Lynn Lake Road prior to beginning operations. The road must be posted at appropriate distances from the sale area to warn of logging activity and truck traffic. Signs must be removed when harvest operations are suspended or completed. The Purchaser will provide these signs.

6.2.2 - Snowmobile trail posting (8/09)

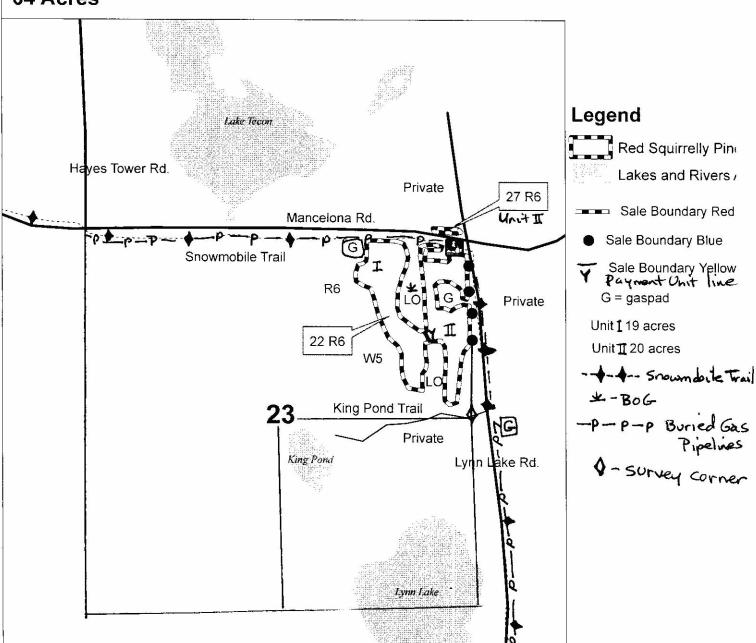
The Purchaser is responsible for posting and maintaining caution signs on the snowmobile trail prior to beginning operations during the snowmobile season (approximately December 1 to March 31). The trail must be posted at locations designated on the map at appropriate distances from the sale area to warn of logging activity and truck traffic. Signs must be removed when harvest operations are suspended or completed. The Purchaser will provide these signs.

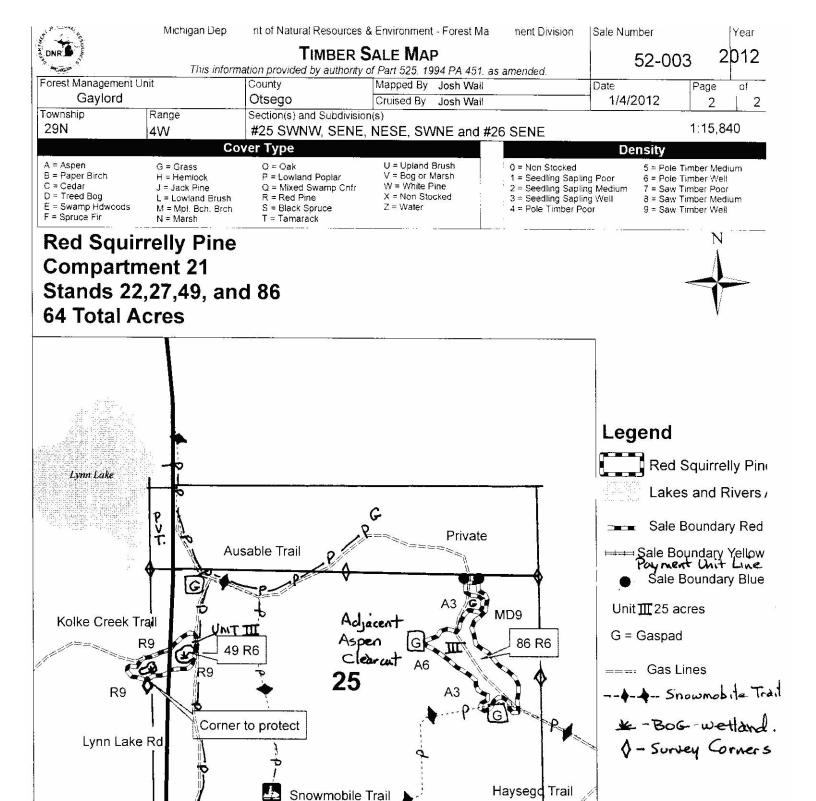
Section Name: Sale Specific Current as of 4/27/2012 9:01:04AM



| 161 | Cov | er Type | | De | nsity |
|--|--|--|--|--|---|
| A = Aspen B = Paper Birch C = Cedar D = Treed Bog E = Swamp Hdwoods F = Spruce Fir | G = Grass H = Hemlock J = Jack Pine L = Lowland Brush M = Mpi, Bch, Brch N = Marsh | O = 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 | 0 = Non Stocked 1 = Seedling Sapling Poor 2 = Seedling Sapling Medium 3 = Seedling Sapling Well 4 = Pole Timber Poor | 5 = Pole Timber Medium 6 = Pole Timber Well 7 = Saw Timber Poor 8 = Saw Timber Medium 9 = Saw Timber Well |

Red Squirrelly Pine Compartment 21 Stands 22, 27, 49, and 86 64 Acres





Page 10 of 36

TIMBER SALE INFORMATION

COUNTY LINE PATCH CLEARCUT (52-010-12-01)

T31N, R04W, SEC. 05.

Otsego County (Advertised Price \$17,328.10)

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* | ADVERTISED PRIC | |
|--------------------|------------------|-----------------|--------------|
| Sawlogs | | | |
| Basswood | 11.00 MBF | \$ | 94.00 / MBF |
| Sugar Maple | 29.00 MBF | \$ | 435.00 / MBF |
| Pulpwood | | | |
| Mixed Hardwood | 213.00 Cords | \$ | 14.45 / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$601.25:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | ADVERTISED PRICE | |
|--------------------|-------------------------|------------------|-------------|
| Pulpwood | | | |
| Basswood | 65.00 Cords | \$ | 9.25 / Cord |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 13.68 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 \$900.00 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 50%

02 50%

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 02/01/2016.

Sale Specific Conditions & Requirements

Sale Name: County Line Patch Clearcut Sale Number: 52-010-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary is 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 Payment Unit boundaries are marked with yellow paint. Skid trails are marked with orange painted trees.

2 - Timber Specifications

2.1 - Included Timber

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

Within Payment Unit(s) 1 and 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, and inside ring of Red (X) Paint.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment unit(s) 1 and 2 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.

4.1.6 - 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. Stumps and brush must be placed along the remainder of the trail. These roads must be rendered impassable to cars and trucks. Temporary berms may be required if no sale activity occurs for 30 or more consecutive days.

4.2 - Maintenance

4.2.4 - Grading (12/08)

Roads must be graded after the sale is completed. In general, this will require a road grader or bull dozer to shape up the

roads after forest products have been hauled off site. The grading equipment to be used must be approved by the Unit Manager or his/her representative.

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 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.

5.2 - Conduct of Operations

5.2.1 - Slash

5.2.1.8 - Slash height (12/08)

No slash or tree tops may exceed 24 inches in height.

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 2, 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.

5.2.3.9 - Beech hauling restriction (3/11)

American beech wood products with bark still attached, other than chips, are not to be transported from stands infested with beech scale to or through uninfested beech areas from July 15 to November 15. Beech scale is mobile at this time of year and can move from infested wood to live beech. (See Map of current beech scale distribution on the DNR Forest Health Website, www.michigan.gov/dnr.)

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.

6 - Safety and Fire Prevention

6.2 - Signing

6.2.1 - Road posting (9/09)

The purchaser is responsible for posting and maintaining caution signs on County Line Road prior to beginning operations. The road must be posted at appropriate distances from the sale area to warn of logging activity and truck traffic. Signs must

| b | e removed when harve | st operations are susper | nded or completed. | The Purchaser will | l provide these signs. | |
|------|----------------------|--------------------------|--------------------|--------------------|------------------------|------------|
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| ctio | n Name: Sale Spe | cific | | Currer | nt as of 9/24/2012 | 10:46:52AM |

| OF NATURAL | Michigan Departme | Natural Resources | : & Environment - Forest Mana | naer Division | Sale Number | Year |
|--|--|--|--|--|---|------------------|
| DNR | | TIMBER | SALE MAP of Part 525, 1994 PA 451, as | 1 4400000000000000000000000000000000000 | 52-010 | 2012 |
| Forest Management Uni Gaylord Township | t (| County Otsego | Mapped By Zach Crew Cruised By Zach Crew | | Date Page 06/15/2012 1 | of 1 |
| | E C | Section(s) and Subdivisi 5 - NE, E1/2NW | on(s) | | 1:15,8 | 340 |
| | Cove | er Type | | | Density | |
| A = Aspen B = Paper Birch C = Cedar D = Treed Bog E = Swamp Hdwoods F = Spruce Fir | G = Grass H = Hemlock J = Jack Pine L = Lowland Brush M = Mpl. Bch, Brch N = Marsh | O = Cak P = Lowland Poplar Q = Mixed Swamo Cnfr R = Red Pine S = Black Spruce T = Tamarack | U = Upland Brush V = Bog or Marsh W = White Pine X = Non Stocked Z = Water | 0 = Non Stocked 1 = Seedling Sap 2 = Seedling Sap 3 = Seedling Sap 4 = Fole Timber F | ling Medium 7 = Saw Timber Pool ling Well 8 = Saw Timber Med | ll or dium |
| County Line Otsego Cou Compartme Stands 25, | inty nt 33 | Unit Unit | Acres: 20 ac : 1: 11 ac : 2: 9 ac :I Stand Acres : 124 | | W < | E S |
| Jianus 25, - | +0 | | | | Legend | |
| Kuzmik Rd | | 32 | : : | 33 | Skid Trail (Orar | nge) |
| | Fleming Rd | PVT | | <u></u> | Sale Boundary Section Corner | |
| »/ \\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\ | 16 M9 | 7 20 7 R9 | 0.00 | | Compartments | 5 |
| * \ \ | a025 | | 10 60 O | | Managed as | |
| 12 \ \ \ \ \ \ \ \ \ \ \ \ | * | VOO. | M | MANAGE AND | State Forests | |
| | | 0.0 | D. 0.20 | The state of the s | State Parks WLD DIV Land | s |
| 52033 2012 | | | Ra | , | County Paved | Roads |
| | PU 1 | \$ | Camp 10 Rd | 43 | = County Gravel | |
| | | = | 33/ 50 | | – – Poor Dirt RoadPayment Unit Li | |
| | 29 M5 32 R9 | | 48 | | Adjacent Sale | |
| | 7 | | M9/ | | | |
| 15 /19 /19 /19 | | \\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\ | | • | | |
| Webster Rd | | | 1 | | | |
| × × × | | 8 | | | | |
| 12 42 | | | | | | |

TIMBER SALE INFORMATION

BREAK OFF HARDWOODS (52-013-12-01)

T30N, R06W, SEC. 04; T30N, R06W, SEC. 05; T31N, R06W, SEC. 33.

Antrim County (Advertised Price \$51,239.85)

SALE NOTE: Good volume of quality hardwood sawlogs. Best access is through gate off Graves Crossing Road, which can be opened.

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 | | | |
| Basswood | 82.00 MBF | \$ | 95.00 / MBF |
| Sugar Maple | 74.00 MBF | \$ | 466.00 / MBF |
| White Ash | 35.00 MBF | \$ | 80.00 / MBF |
| Pulpwood | | | |
| Mixed Hardwood | 327.00 Cords | \$ | 14.35 / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$1,473.40:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | ADV | ERTISED PRICE |
|--------------------|-------------------------|-----|---------------|
| Sawlogs | | | |
| Mixed Aspen | 3.00 MBF | \$ | 62.00 / MBF |
| Red Maple | 11.00 MBF | \$ | 105.00 / MBF |
| Pulpwood | | | |
| Mixed Aspen | 8.00 Cords | \$ | 16.55 / Cord |

^{*} 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 **\$2,750.00** 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:

| y a green for case or are remember and | t be made belove eathing begins in that arms |
|--|--|
| PAYMENT UNIT NUMBER | PERCENT OF TOTAL SALE VALUE |
| 01 | 20% |
| 02 | 20% |
| 03 | 20% |
| 04 | 20% |
| 05 | 20% |

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 02/01/2016.

Sale Specific Conditions & Requirements

Sale Name: Break Off Hardwoods Sale Number: 52-013-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary is 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.

2 - Timber Specifications

2.1 - Included Timber

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

Within Payment Unit(s), all trees are designated for cutting when marked with orange paint above and below stump height, regardless of merchantability.

2.2 - Utilization

2.2.5 - Limbed tree skidding (1/09)

The skidding of whole trees or tree segments with limbs attached is prohibited unless approved by the Unit Manager or his/her representative.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment unit(s) 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 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 the sale area, if more than 10% of the tree 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 \$400 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 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. Stumps and brush must be placed along the remainder of the trail. 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. Temporary berms may be required if no sale activity occurs for 30 or more consecutive days. Contact the sale administrator for specific details of design and placement.

4.2 - Maintenance

4.2.4 - Grading (12/08)

Roads must be graded after the sale is completed. In general, this will require a road grader or bull dozer to shape up the roads after forest products have been hauled off site. The grading equipment to be used must be approved by the Unit Manager or his/her representative.

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 and road locations. The Unit Manager or his/her representative must be contacted at least 10 days in advance to schedule the conference.

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 50 feet back from the BLUE paint line.

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), 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.

5.2.3.9 - Beech hauling restriction (3/11)

American beech wood products with bark still attached, other than chips, are not to be transported from stands infested with beech scale to or through uninfested beech areas the lower peninsula or to Wisconsin from July 15 to November 15. Beech scale is mobile at this time of year and can move from infested wood to live beech. (See Map of current beech scale distribution on the DNR Forest Health Website, www.michigan.gov/dnr.)

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 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.

5.7 - Protection of Historical Sites

5.7.1 - Historical sites (7/12)

The Purchaser shall not cut live or dead trees or operate equipment within historical sites. Historical sites are located within a grove of planted Black Walnut trees. The Purchaser shall protect historical sites from damage by the Purchaser's operations. If Purchaser's operations have cut or damaged historical sites through carelessness, the Purchaser shall pay \$1000 as fixed, agreed and liquidated damages for each acre or part thereof cut or damaged.

5.8 - Protection of Endangered Species

5.8.3 - Red shoulder hawk (1) (3/07)

In the event that an active red shoulder hawk nest is found, the contract may be amended to protect the nest site. The harvesting time may be altered or reduced. Harvest operations may be limited to September 1 to March 1. This limitation may be selectively imposed on a specific portion of the sale, or it could apply to the entire sale. In addition, an area surrounding the nest tree could be designated as a "no-cut" zone with appropriate adjustments made to the timber sale value.

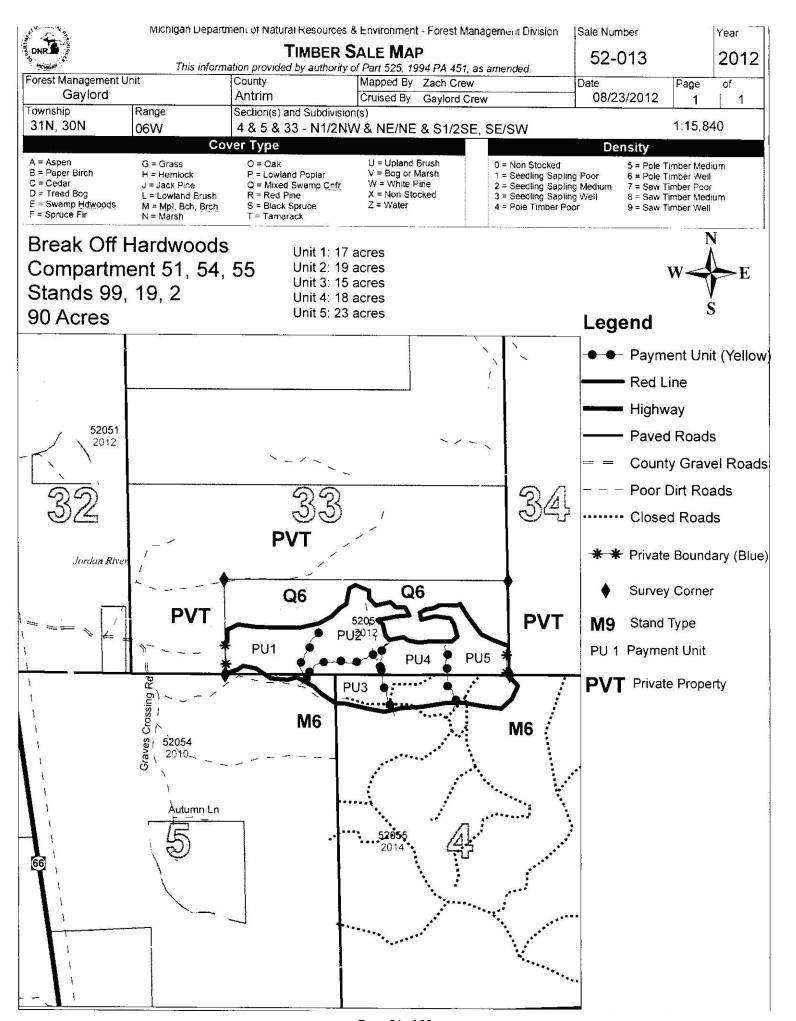
6 - Safety and Fire Prevention

6.2 - Signing

6.2.1 - Road posting (9/09)

The purchaser is responsible for posting and maintaining caution signs on Graves Crossing Road prior to beginning operations. The road must be posted at appropriate distances from the sale area to warn of logging activity and truck traffic. Signs must be removed when harvest operations are suspended or completed. The Purchaser will provide these signs.

Section Name: Sale Specific Current as of 12/17/2012 4:50:58PM



TIMBER SALE INFORMATION

DADDY O HARDWOODS (52-018-12-01)

T31N, R04W, SEC. 06; T31N, R05W, SEC. 01.

Otsego County (Advertised Price \$82,405.25)

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* | AD\ | /ERTISED PRICE |
|--------------------|------------------|-----|----------------|
| Sawlogs | | | |
| Basswood | 64.00 MBF | \$ | 98.00 / MBF |
| Sugar Maple | 106.00 MBF | \$ | 508.00 / MBF |
| White Ash | 115.00 MBF | \$ | 89.00 / MBF |
| Pulpwood | | | |
| Mixed Hardwood | 525.00 Cords | \$ | 18.00 / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$2,600.25:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | ADVERTISED PRIC | |
|--------------------|-------------------------|-----------------|--------------|
| Sawlogs | | | |
| Beech | 7.00 MBF | \$ | 162.00 / MBF |
| Black Cherry | 1.00 MBF | \$ | 339.00 / MBF |
| Red Maple | 1.00 MBF | \$ | 105.00 / MBF |
| Pulpwood | | | |
| Basswood | 141.00 Cords | \$ | 7.25 / Cord |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 21.73 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 **\$4,200.00** 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 | 15% |
| 02 | 15% |
| 03 | 15% |
| 04 | 15% |
| 05 | 20% |
| 06 | 20% |
| | |

- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 02/01/2016.

Sale Specific Conditions & Requirements

Sale Name: Daddy O Hardwoods Sale Number: 52-018-12-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary is 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. Do not cut painted boundary line trees unless also marked with orange paint.

2 - Timber Specifications

2.1 - Included Timber

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

Within Payment Unit(s) 1-6, all trees are designated for cutting when marked with orange paint above and below stump height, regardless of merchantability.

2.1.11 - Description of timber note (2/04)

Note that mixed hardwood includes beech, sugar maple, red maple, and white ash.

2.2 - Utilization

2.2.5 - Limbed tree skidding (1/09)

The skidding of whole trees or tree segments with limbs attached is prohibited unless approved by the Unit Manager or his/her representative.

2.2.7 - Uncut designated trees (2/04)

Liquidated damages of \$5.00 per tree will be assessed for every marked tree not cut.

2.3 - Log Rule

2.3.1 - Log rule (12/08)

All board foot volumes of sawlog size products in this contract have been determined by the International 1/4 Inch Log Rule.

3 - Payments

3.3 - Pre-measured Sales

3.3.4 - Dividing payment units (12/08)

Payment unit(s) 1-6 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 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 the sale area, if more than 10% of the tree 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 \$450 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 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.

4.2 - Maintenance

4.2.4 - Grading (12/08)

Roads must be graded after the sale is completed. In general, this will require a road grader or bull dozer to shape up the roads after forest products have been hauled off site. The grading equipment to be used must be approved by the Unit Manager or his/her representative.

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 and road locations. The Unit Manager or his/her representative must be contacted at least 10 days in advance to schedule the conference.

5.2 - Conduct of Operations

5.2.1 - Slash

5.2.1.2 - Slash Removal

5.2.1.2.1 - Slash removal, right-of-way (12/04)

All slash must be removed at least 10 feet from the cleared right-of-way of forest roads.

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) 1-6, 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.

5.2.3.9 - Beech hauling restriction (3/11)

American beech wood products with bark still attached, other than chips, are not to be transported from stands infested with beech scale to or through uninfested beech areas from July 15 to November 15. Beech scale is mobile at this time of year and can move from infested wood to live beech. (See Map of current beech scale distribution on the DNR Forest Health Website, www.michigan.gov/dnr.)

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.

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

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

5.2.41 - Snowmobile trail protection (9/11)

The snowmobile trail and is shown on the Timber Sale Map. Do not cut or damage posts with orange trail markers or traffic control signs. If the trail is used, it must be maintained and restored to a condition equal to or better than before the sale. The

road maintenance/restoration must be done prior to December 1. If the trail is used for hauling, it must be graded to the satisfaction of the Unit Manager or his/her representative prior to December 1st. If the trail road is to be used for hauling during the snowmobile season, then a snow covered base must be left on the trail. The snowmobile trail may only be crossed at right angles. Maintain a 20 foot wide slash, debris, and rut free zone daily using the snowmobile trail as the centerline. No decking of forest products will be permitted along the snowmobile trail. All stumps within 20 feet of the snowmobile trail must be cut at ground level. In addition, any trees cut within 5 feet of the trail must have the stumps removed and be disposed of according to the direction of the Unit Manager or his/her representative.

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

5.8.4 - Red shoulder hawk (2) (2/04)

In the event a new red shoulder hawk nest is found after the purchase of the sale, there will be no cutting within a five (5) chain (330') radius of the nest. The value of the trees in this excluded area will be refunded or credited to the purchaser. There may also be a limitation on the harvest period in part of the sale or in the entire sale.

6 - Safety and Fire Prevention

6.2 - Signing

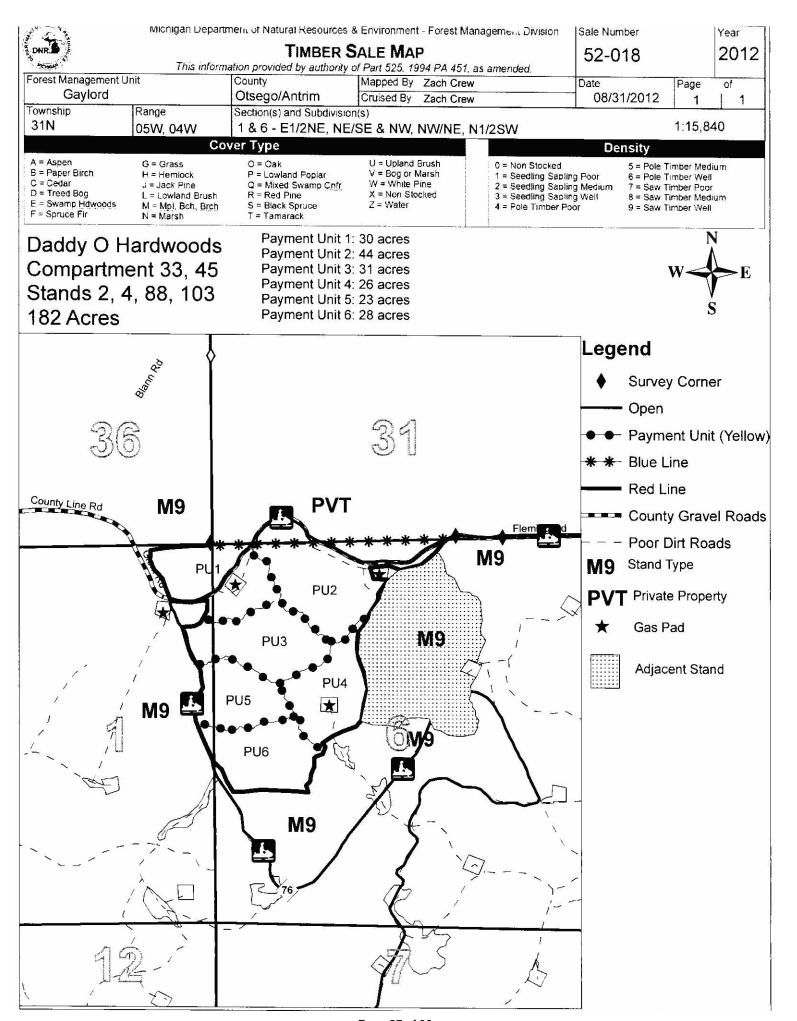
6.2.1 - Road posting (9/09)

The purchaser is responsible for posting and maintaining caution signs on County Line Road and Webster Road prior to beginning operations. The road must be posted at appropriate distances from the sale area to warn of logging activity and truck traffic. Signs must be removed when harvest operations are suspended or completed. The Purchaser will provide these signs.

6.2.2 - Snowmobile trail posting (8/09)

The Purchaser is responsible for posting and maintaining caution signs on the snowmobile trail prior to beginning operations during the snowmobile season (approximately December 1 to March 31). The trail must be posted at appropriate distances from the sale area to warn of logging activity and truck traffic. Signs must be removed when harvest operations are suspended or completed. The Purchaser will provide these signs.

Section Name: Sale Specific Current as of 9/24/2012 11:45:11AM



ADVERTISED PRICE

163.00 / MBF

PRODUCTS & SPECIES

Red Pine

Sawlogs

GAYLORD MANAGEMENT UNIT GAYLORD OFFICE

BID PRICE

\$ / MBF

RED SQUIRRELLY PINE (52-003-12-01)

T29N, R04W, SEC. 23; T29N, R04W, SEC. 25; T29N, R04W, SEC. 26, Otsego County

In response to the notice of sale to be held 3:00 p.m. (local time) on February 13, 2013, 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.

ESTIMATED UNITS*

32.00 MBF

| Pulpwood | | | | | _ | | |
|--|-----------------------|-----------------|----------------|--------------------|--------------------|--------------------------|---------|
| Red Pine | 642.00 | Cords | \$ | 53.80 / Cord | \$ | / Cord | |
| In addition, the successful bidde | er agrees to purchase | the following | species at the | indicated advertis | sed price for a to | otal value of \$282.15 : | |
| PRODUCTS & SPECIES | <u>ESTIMATEI</u> | D UNITS* | ADVE | RTISED PRICE | | | |
| Pulpwood Mixed Aspen | 19.00 | Cords | \$ | 14.85 / Cord | | | |
| * The total volume is statistically Prospective bidders are urged t | | | | | | and not subject to adjus | stment. |
| I understand that any or all bids understand that consideration a equipment and staffing subject | nd awarding a contrac | ct will be base | d upon my pa | st performance ar | nd ability to com | plete the contract base | |
| Company or individua | al bidding: | | | | | | |
| Company representa | tive's name: | | | | | | |
| Address: | | | | | _ | | |
| City: | State | : | Zip: | | | | |
| IF AVAILABLE, PLEASE PLAC | E THE PERSONALIZI | ED LABEL FR | ROM YOUR P | ROSPECTUS IN | THE ABOVE BO | OX. | |
| Individual or company represen | tative's signature: | | | | Date: | | |

Phone number : _____ Email (optional): ____



City

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 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 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 Employees Part-time Employees Federal ID (or) Social Security No. Name of Business Telephone Address

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.

ZIP

Signature of Owner or Authorized Representative

State

Date

TIMBER SALE / SEALED BID STATE OF MICHIGAN / DNR

BID FORM

COUNTY LINE PATCH CLEARCUT (52-010-12-01) T31N, R04W, SEC. 05, Otsego County

In response to the notice of sale to be held 3:00 p.m. (local time) on February 13, 2013, 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 | ESTIMATE | D UNITS* | ADV | ERTISED PRICE | BID PRICE | |
|--|---|-----------------|--------|---------------|-----------|----------|
| Sawlogs | | | | | | |
| Basswood | 11.00 | | \$ | 94.00 / MBF | \$ | / MBF |
| Sugar Maple | 29.00 | MBF | \$ | 435.00 / MBF | \$ | / MBF |
| Pulpwood | 0.40.00 | | _ | 44.45.40 | • | |
| Mixed Hardwood | 213.00 | Cords | \$ | 14.45 / Cord | \$ | . / Cord |
| In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$601.25: | | | | | | |
| PRODUCTS & SPECIES | ESTIMATE | <u>D UNITS*</u> | ADV | ERTISED PRICE | | |
| Pulpwood Basswood | 65.00 | Cords | \$ | 9.25 / Cord | | |
| Prospective bidders are urged to examin I understand that any or all bids may be understand that consideration and awar | * The total volume is statistically estimated within plus (+) or minus (-) 13.68 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 SECUR | ITY NU | JMBER: | | |
| Company or individual hiddin | a. | | | | | |
| Company or individual bidding | y | | | | | |
| Company representative's na | me: | | | | | |
| Address: | | | | | | |
| City: | State | : | Zip: | | | |
| IF AVAILABLE, PLEASE PLACE THE PERSONALIZED LABEL FROM YOUR PROSPECTUS IN THE ABOVE BOX. | | | | | | |
| Individual or company representative's s | | | | | | |
| Phone number : | | | | | | |



Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

days of the contract award.

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: | |
| Forest Management Onit. | |
| | |

| | 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 | ase 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

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

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

BID FORM

BREAK OFF HARDWOODS (52-013-12-01)

T30N, R06W, SEC. 04; T30N, R06W, SEC. 05; T31N, R06W, SEC. 33, Antrim County

In response to the notice of sale to be held 3:00 p.m. (local time) on February 13, 2013, 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 | ESTIMATE | <u>D UNITS*</u> | _AD\ | <u>/ERTISED PRICE</u> | BID F | <u>PRICE</u> |
|--|----------------|--------------------|---------------------------------------|-------------------------|---------------|------------------------|
| Sawlogs | | | · · · · · · · · · · · · · · · · · · · | | | |
| Basswood | 82.00 | MBF | \$ | 95.00 / MBF | \$ | / MBF |
| Sugar Maple | 74.00 | MBF | \$ | 466.00 / MBF | \$ | / MBF |
| White Ash | 35.00 | MBF | \$ | 80.00 / MBF | \$ | / MBF |
| Pulpwood | | | | | | |
| Mixed Hardwood | 327.00 | Cords | \$ | 14.35 / Cord | \$ | / Cord |
| In addition, the successful bidder agree | es to purchase | the following spec | cies at t | he indicated advertised | price for a t | otal value of \$1,473. |

| ESTIMATED UNITS* | | VERTISED PRICE |
|------------------|-----------------------|--------------------------|
| | | |
| 3.00 MBF | \$ | 62.00 / MBF |
| 11.00 MBF | \$ | 105.00 / MBF |
| | | |
| 8.00 Cords | \$ | 16.55 / Cord |
| | 3.00 MBF 11.00 MBF | 3.00 MBF \$ 11.00 MBF \$ |

^{*} 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 | JRITY NUMBER: | | | |
|-----------|---|----------------|---------------|--|--|--|
| | Company or individual bidding: | | | | | |
| | Company representative's name: | | | | | |
| | Address: | | | | | |
| | City: | State: | Zip: | | | |
| F AVAIL | AVAILABLE, PLEASE PLACE THE PERSONALIZED LABEL FROM YOUR PROSPECTUS IN THE ABOVE BOX. | | | | | |
| ndividual | ridual or company representative's signature: Date: | | | | | |
| Phone nu | one number : 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) Forest Management Unit:

| | VERIFICATION OF WORKER'S DISABIL | ITY COMPENSATION ACT COMPLIANCE | | | | |
|------|--|--|--|--|--|--|
| • | This verification must be completed and submitted within 21 sale contract. | days of contract award and prior to the issuance of the timber | | | | |
| • | 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 | 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 <u>one</u> of the boxes below: A. I certify that my business is a sole proprietorship and it Worker's Compensation Laws. | has no employees but the sole proprietor. I am not subject to the | | | | |
| | 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 than yourself, including family members and active partner | the number of both full-time and part-time employees, other rs (if none, you must enter "0"). | | | | |
| | Full-time Employees | 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 true and correct. Fur in factors affecting my coverage during any of my prese | I agree to notify the Michigan DNRE of any changes that ent and future operations. | | | | |
| | Signature of Owner or Authorized Representative | | | | | |
| 7 | Title | Date | | | | |

TIMBER SALE / SEALED BID STATE OF MICHIGAN / DNR

BID FORM

<u>DADDY O HARDWOODS (52-018-12-01)</u> T31N, R04W, SEC. 06; T31N, R05W, SEC. 01, Otsego County

In response to the notice of sale to be held 3:00 p.m. (local time) on February 13, 2013, 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* | AD\ | /ERTISED PRICE | BID PI | RICE |
|--------------------|------------------|--------|-----|----------------|--------|--------|
| Sawlogs | | | | | | |
| Basswood | 64.00 | MBF | \$ | 98.00 / MBF | \$ | / MBF |
| Sugar Maple | 106.00 | MBF | \$ | 508.00 / MBF | \$ | / MBF |
| White Ash | 115.00 | MBF | \$ | 89.00 / MBF | \$ | / MBF |
| Pulpwood | | | | | | |
| Mixed Hardwood | 525.00 | Cords | \$ | 18.00 / Cord | \$ | / Cord |

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$2,600.25:

| PRODUCTS & SPECIES | ESTIMATED UNITS* | | VERTISED PRICE |
|--------------------|------------------|----|----------------|
| Sawlogs | | | |
| Beech | 7.00 MBF | \$ | 162.00 / MBF |
| Black Cherry | 1.00 MBF | \$ | 339.00 / MBF |
| Red Maple | 1.00 MBF | \$ | 105.00 / MBF |
| Pulpwood | | | |
| Basswood | 141.00 Cords | \$ | 7.25 / Cord |
| | | | |

^{*} The total volume is statistically estimated within plus (+) or minus (-) 21.73 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.

| ĺ | | | | | | | | |
|-----------|---|----------|------------|--|--|--|--|--|
| | FEDERAL ID: | | | | | | | |
| | Company or individual bidding: | | | | | | | |
| | Company representative's name: | | | | | | | |
| | Address: | | | | | | | |
| | City: | | | | | | | |
| F AVAIL | AVAILABLE, PLEASE PLACE THE PERSONALIZED LABEL FROM YOUR PROSPECTUS IN THE ABOVE BOX. | | | | | | | |
| ndividual | dividual or company representative's signature: Date: | | | | | | | |
| Phone nu | ımber: | Email (c | 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. | | | |
| • | 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 A. Sole Proprietorship (individual) B. Partnership C. Corporation | e boxes below): | | |
| 2. | You must check <u>one</u> of the boxes below: | | | |
| | A. \(\subseteq\) I certify that my business is a sole proprietorship and Worker's Compensation Laws. | it has no employees but the sole proprietor. I am not subject to the | | |
| | 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 Compensati days of the contract award. | on Policy. I will provide an original Certificate of Insurance within 21 | | |
| If you have checked item 2(A) or 2(B), you must indicate the number of both full-time and part-time employed than yourself, including family members and active partners (if none, you must enter "0"). | | | | |
| | Full-time Employees | Part-time Employees | | |
| Name of Business | | Federal ID (or) Social Security No. | | |
| Add | ress | Telephone () | | |
| City | State | ZIP | | |
| | ereby certify that the above information is true and correcture in factors affecting my coverage during any of my pres | t. I agree to notify the Michigan DNRE of any changes that sent and future operations. | | |
| - | Signature of Owner or Authorized Representative | | | |
| 1- | Title | | | |