

DEPARTMENT OF NATURAL RESOURCES AND ENVIRONMENT STATE OF MICHIGAN

TIMBER SALE PROSPECTUS (4424)

SCHEDULED SALE DATE AND TIME: 10:00AM on July 12, 2011. 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:

SMALL TIME OAK (54-026-10-01) / T30N, R02E, SEC.26, S1/2SW.

MONTMORENCY COUNTY (Advertised Price \$2,022.10), 14.0 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.

HARDWOOD FARMS (54-032-10-01) / T30N, R01E, SEC.03, W1/2SE, SESW.

MONTMORENCY COUNTY (Advertised Price \$10,116.00), 37.0 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 private or state forest land.

PICTURE DAY ASPEN (54-033-10-01) / T30N, R03E, SEC.05, NWNW.

T30N, R03E, SEC.31, SESE, NESE.

T30N, R03E, SEC.32, SWSW, SESW.

MONTMORENCY COUNTY (Advertised Price \$28,053.80), 62.0 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. 02/24/2011):

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 10:00AM on July 12, 2011. For further information concerning this sale, contact Scott Whitcomb at 989-785-4251.

2. Bidder's Qualifications (1/11)

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 DNRE/FMD 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 (1/11)

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) that it is a "Bid for Timber," and (b) the sale name or number, and (c) 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 (1/11)

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/dnr. 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 (1/11)

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 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.

RODNEY STOKES Director

TIMBER SALE INFORMATION

SMALL TIME OAK (54-026-10-01)

T30N, R02E, SEC.26.

MONTMORENCY COUNTY (Advertised Price \$2,022.10)

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 VOLUME*	AD\	/ERTISED PRICE
Sawlogs			
Red Oak	9.00 MBF	\$	188.00 / MBF

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$330.10:

PRODUCTS & SPECIES	ESTIMATED VOLUME*	ADV	'ERTISED PRICE
Sawlogs			
White Oak	1.00 MBF	\$	41.00 / MBF
Pulpwood			
Mixed Aspen	2.00 Cords	\$	18.05 / Cord
Mixed Oak	16.00 Cords	\$	6.25 / Cord
Red Maple	20.00 Cords	\$	7.65 / Cord

^{*}The volumes are statistically estimated within plus (+) or minus (-) 43.24 percent. These estimated volumes 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 \$400.00 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 remainder is due before cutting begins.
- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 12/31/2012.

Sale Specific Conditions & Requirements

Sale Name: Small Time Oak Sale Number: 54-026-10-01

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. 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, all trees are designated for cutting when marked with orange paint above and below stump height, regardless of merchantability. Also cut all red maple and aspen regardless of merchantability.

2.2 - Utilization

2.2.6 - Roundwood operation required (5/07)

The skidding of whole trees or tree segments with limbs attached is prohibited. 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.

No damage is acceptable to saplings. Within the sale area, if more than 25% 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

41 - 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 (4/07)

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 constructed 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 (12/08)

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

5.2.2 - 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.

5.2.38 - 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.

Section Name: Sale Specific Current as of 5/24/2011 9:29:22AM



Michigan Department of Natural Resources - Forest, Mineral & Fire Manayone in

TIMBER SALE MAP

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

54-026

Sale Number

10

Page Mapped By County Craw Forest Management Unit Montgream Cruised By Meu unstu Section(s) and Subdivision(s) Range Township 5125W 026 U = Upland Brush 0 = Non Slocked 5 = Pole Timber Medium 0 = 0ak A = Aspen
B = Paper Blrch G = Grass V = Bog or Marsh W = White Pine 1 = Seedling Sapling Poor 8 = Pole Timber Well P = Lowland Poplar H = Hemlock 7 = Saw Timber Poor 2 = Seedling Sapling Medium Q = Mixed Swamp Cnfr J = Jack Pine C = Cedar X = Non Stocked Z = Waler B = Saw Timber Medium 3 = Seedling Sapling Well R = Red Pine L = Lowland Brush D = Treed Bog 9 = Saw Timber Well 4 = Pole Timber Poor S = Black Spruce E = Swamp Hdwoods M = Mpl, Bch, Brch T = Tamerack F = Spruce Fir N = Marsh Small Time Oak Compartment 22 Stand 24 ,nunti Sala Bankay (Red) AS .56. 06 AS. 06 06 $C_{\mathcal{C}}$ 0,25 0 Miles 0;5

TIMBER SALE INFORMATION

HARDWOOD FARMS (54-032-10-01)

T30N, R01E, SEC.03.

MONTMORENCY COUNTY (Advertised Price \$10,116.00)

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 private or 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 VOLUME*	AD\	/ERTISED PRICE
Sawlogs			
Basswood	15.50 MBF	\$	68.00 / MBF
Red Maple	33.60 MBF	\$	61.00 / MBF
Sugar Maple	13.00 MBF	\$	274.00 / MBF
Pulpwood			
Mixed Hardwood	247.00 Cords	\$	9.20 / Cord

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$1,178.00:

PRODUCTS & SPECIES	ESTIMATED VOLUME*	ADV	ERTISED PRICE
Sawlogs			
B. T. Aspen	1.70 MBF	\$	76.00 / MBF
Beech	2.50 MBF	\$	38.00 / MBF
White Ash	9.20 MBF	\$	83.00 / MBF
Pulpwood			
B. T. Aspen	1.00 Cords	\$	14.70 / Cord
Basswood	27.00 Cords	\$	6.50 / Cord

^{*}The volumes are statistically estimated within plus (+) or minus (-) 20.70 percent. These estimated volumes 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 **\$525.00** 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 remainder is due before cutting begins.
- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 12/31/2013.

Sale Specific Conditions & Requirements

Sale Name: Hardwood Farms Sale Number: 54-032-10-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary 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.

2 - Timber Specifications

2.1 - Included Timber

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

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

2.2 - Utilization

2.2.6 - Roundwood operation required (5/07)

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

2.2.7 - Uncut designated trees (2/04)

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

2.2.8 - Utilization and removal (7/05)

All products meeting standards set forth in 2.2 Utilization must be removed from the sale area.

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.

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

4.1.12 - No new roads (6/10)

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

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.

4.4 - Access

4.4.1 - Private property access (8/10)

Permission for access across private land is the responsibility of the purchaser. A copy of the written permission from the private landowner must be given to the Unit Manager within 30 days of the bid opening and prior to the beginning of operations. Permission to cross private land must include access for DNRE representatives to inspect the sale when the sale is active.

5 - Operations

5.1 - Notification

5.1.1 - Pre-sale conference (12/08)

A pre-sale conference on site between the Purchaser and sale administrator is required prior to beginning any operations to determine landing locations. The Unit Manager or his/her representative must be contacted at least 5 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 company prior to operating equipment in the vicinity of well heads or natural gas pipelines.

5.2 - Conduct of Operations

5.2.1 - Slash

5.2.1.1 - 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.

5.2.3 - Operating Restrictions

5.2.3.3 - Bark slippage restriction (3/09)

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

5.2.32 - Decking/landing restoration (2/04)

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

5.4 - 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.

Section Name: Sale Specific Current as of 5/27/2011 9:38:28AM

DNR

Michigan Department atural Resources

atural Resources - Forest, Mineral & Fire Manageme

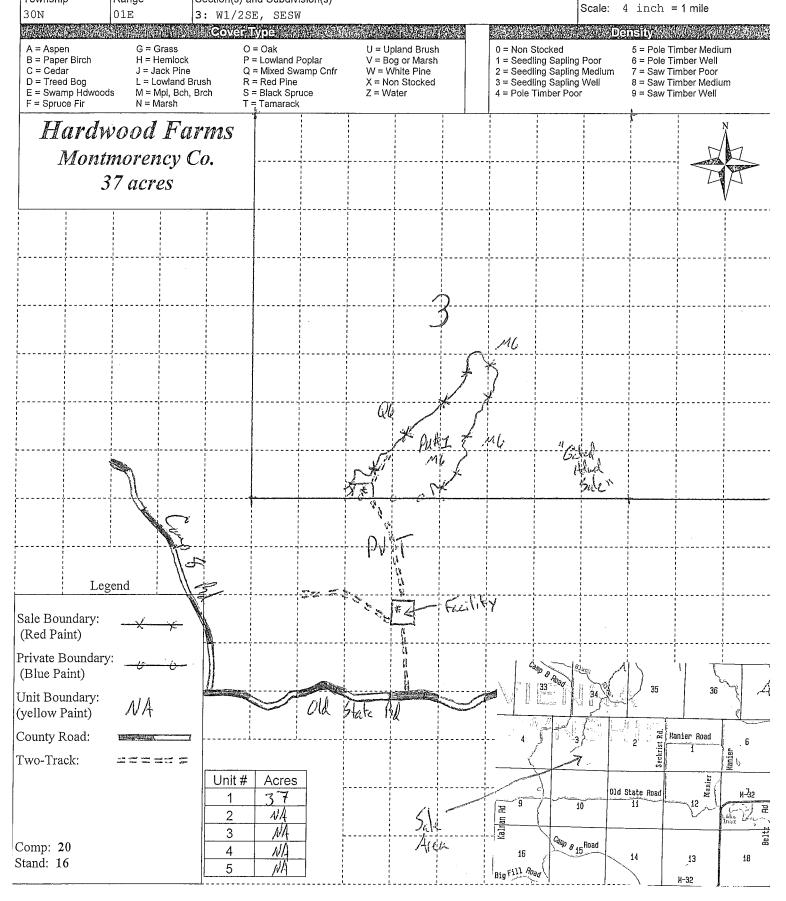
TIMBER SALE MAP

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

Sale Number 54-032-10-01

Year 2010

Forest Management Unit County Date Page C. Stevens of Mapped By 9/7/2010 Atlanta Montmorency Cruised By 1 Contract: UMLMWS Township Section(s) and Subdivision(s) Range



TIMBER SALE INFORMATION

PICTURE DAY ASPEN (54-033-10-01)

T30N, R03E, SEC.05; T30N, R03E, SEC.31; T30N, R03E, SEC.32. MONTMORENCY COUNTY (Advertised Price \$28,053.80)

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 VOLUME*		ADVERTISED PRICE		
Pulpwood					
Mixed Aspen	1,236.00 Cords	\$	16.55 / Cord		
Red Maple	299.00 Cords	\$	7.00 / Cord		
Red Oak	154.00 Cords	\$	13.80 / Cord		

In addition, the successful bidder agrees to purchase the following species at the indicated advertised price for a total value of \$3,379.80:

PRODUCTS & SPECIES	ESTIMATED VOLUME*	AD\	ADVERTISED PRICE		
Sawlogs					
Mixed Aspen	22.20 MBF	\$	49.00 / MBF		
Red Maple	5.40 MBF	\$	47.00 / MBF		
Red Oak	15.80 MBF	\$	129.00 / MBF		

^{*}The volumes are statistically estimated within plus (+) or minus (-) 9.25 percent. These estimated volumes 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 **\$1,400.00** 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 remainder is due before cutting begins.
- 4. If no cutting takes place, the 10% down payment will not be refunded.
- 5. Operations on the contract issued will terminate on 12/31/2013.

Sale Specific Conditions & Requirements

Sale Name: Picture Day Aspen Sale Number: 54-033-10-01

1 - Sale Area

1.2 - Boundaries

1.2.1 - Painted boundaries (12/08)

The sale boundary is marked and identified by red and blue paint. Exterior sale boundary lines against state are marked with red paint. Exterior sale boundary lines against private are marked with blue paint. Do not cut painted boundary line trees.

2 - Timber Specifications

2.1 - Included Timber

2.1.1 - Clearcut unit(s) with unmerchantable trees (4/09)

Within Payment Unit(s) 1, 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 pine or green marked trees.

2.2 - Utilization

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. A written waiver of this requirement may be obtained if wet summer weather makes winter logging necessary.

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.

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.

4.1.11 - Permits (5/07)

The Purchaser will secure any necessary highway permits that may be required.

4.1.12 - No new roads (6/10)

No new roads will be permitted in Sale Area. All operations are limited to existing roads. Skid trails only will be allowed.

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 (12/08)

A pre-sale conference on site between the Purchaser and sale administrator is required prior to beginning any operations. The Unit Manager or his/her representative must be contacted at least 5 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. Written permission is required before harvest operations begin and must be submitted to the Unit Manager.

5.1.4 - Post-sale conference (9/09)

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

5.2.1.8 - Slash height (12/08)

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

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 "G" on the Timber Sale Map. Any damage to the opening shall be repaired according to specifications of the Unit Manager or his/her representative.

5.2.3 - Operating Restrictions

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) 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. Each log must be clearly identified by a piece of blue flagging.

5.2.32 - Decking/landing restoration (2/04)

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

5.2.43 - Opening protection (12/08)

No activities are permitted in openings marked on the timber sale map with the letter "G". Any damage to the openings shall be repaired according to specifications 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.

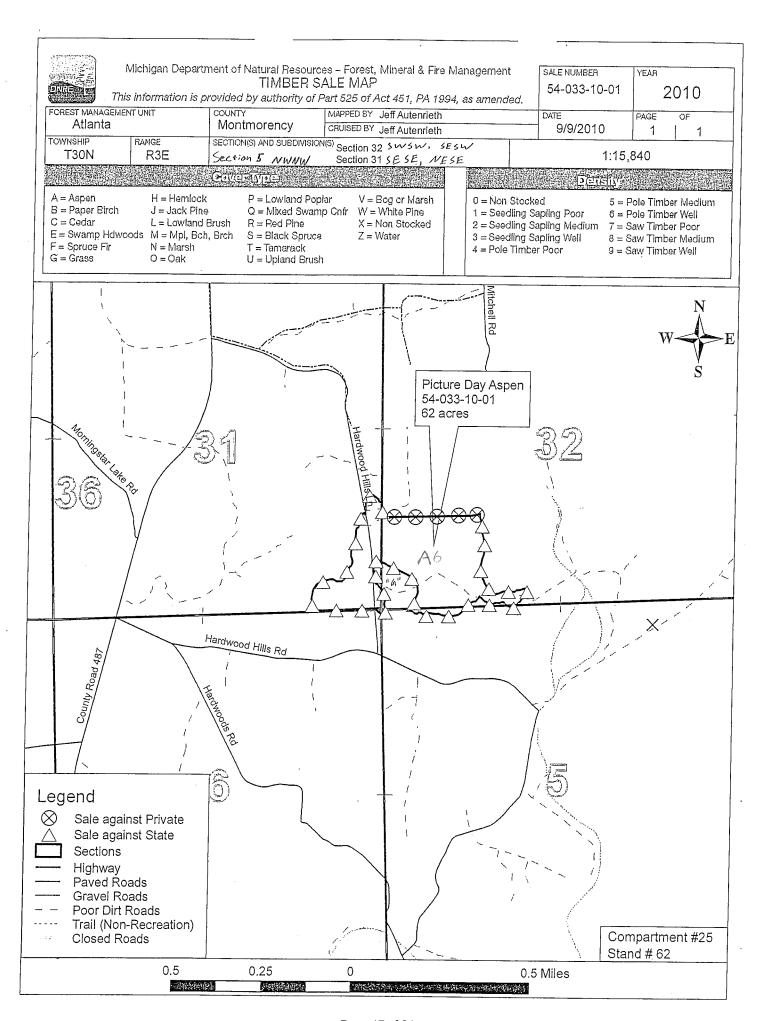
6 - Safety and Fire Prevention

6.2 - Signing

6.2.1 - Road posting (9/09)

The purchaser is responsible for posting and maintaining caution signs on Hardwood Hills 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.

Section Name: Sale Specific Current as of 5/27/2011 9:42:18AM



ATLANTA MANAGEMENT UNIT
ATLANTA OFFICE

TIMBER SALE / SEALED BID STATE OF MICHIGAN / DNR

BID FORM

SMALL TIME OAK (54-026-10-01) T30N, R02E, SEC.26; MONTMORENCY COUNTY

In response to the notice of sale to be held 10:00AM on July 12, 2011, 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 to be cut. Bids for individu	al species must be at or al	bove the adverti	sed price. All non-res	sponsive bid for	rms may be rejected.	
PRODUCTS & SPECIES Sawlogs	ESTIMATED VOLUM	<u>E*</u> <u>Al</u>	OVERTISED PRICE	BID PI	RICE	
Red Oak	9.00 MBF	\$	188.00 / MBF	\$	/ MBF	
In addition, the successful bidder ag	grees to purchase the follow	wing species at	the indicated advertis	ed price for a to	otal value of \$330.10	•
PRODUCTS & SPECIES	ESTIMATED VOLUM	<u>E*</u> <u>A</u> [OVERTISED PRICE			
Sawlogs White Oak Pulpwood	1.00 MBF	\$	41.00 / MBF			
Mixed Aspen	2.00 Cords	\$	18.05 / Cord			
Mixed Oak	16.00 Cords	\$	6.25 / Cord			
Red Maple	20.00 Cords	\$	7.65 / Cord			
understand that consideration and a equipment and staffing subject to m	•			•		ей ироп
					-	
	dding:					
Company representative	s name:					
Address:						
City:	State:	Zip:_				
IF AVAILABLE, PLEASE PLACE TI	HE PERSONALIZED LABE	EL FROM YOUF	R PROSPECTUS IN T	HE ABOVE BO	OX.	
Individual or company representativ	e's signature:			Date:		_
Phone number :		Email (optiona	I):			



Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

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

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

VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

•	In addition, if boxes 2B or 2C are checked days of the contract award and prior to the		xclusion or Certificate of Insurance must be submitted within 21 timber sale contract.
•	All Information must be typed or printed e	xcept for written s	ignatures.
Ple	ease Check Appropriate Categories:		
1.	My business is organized as (you must A. Sole Proprietorship (individual) B. Partnership C. Corporation	check <u>one</u> of the	boxes below):
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 the second	proprietorship and in fied its obligation to 5/96). I will provi the BWC-337, pleas	t 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 se call the Worker's Compensation Bureau at 517-322-1195). In Policy. I will provide an original Certificate of Insurance within 21
3.	than yourself, including family members	and active partne	
	Full-time En	nployees	Part-time Employees
lam	ne of Business		Federal ID (or) Social Security No.
Addı	ress		Telephone ()
City		State	ZIP
000	eur in factors affecting my coverage durin		. I agree to notify the Michigan DNRE of any changes that ent and future operations.
_	Signature of Owner or Authorized Representative		

BID FORM

HARDWOOD FARMS (54-032-10-01) T30N, R01E, SEC.03; MONTMORENCY COUNTY

In response to the notice of sale to be held 10:00AM on July 12, 2011, 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	VOLUME*	<u>AD</u>	VERTISED PRICE	BID PRICE	
Sawlogs						
Basswood	15.50	MBF	\$	68.00 / MBF	\$	/ MBF
Red Maple	33.60	MBF	\$	61.00 / MBF	\$	/ MBF
Sugar Maple	13.00	MBF	\$	274.00 / MBF	\$	/ MBF
Pulpwood						
Mixed Hardwood	247.00	Cords	\$	9.20 / Cord	\$	/ Cord
n addition, the successful bidder agree	es to purchase	the following spec	ies at t	he indicated advertised	price for a total va	lue of \$1,178.00 :
PRODUCTS & SPECIES	ESTIMATED	VOLUME*	<u>AD</u>	VERTISED PRICE		
Sawlogs						
B. T. Aspen	1.70	MBF	\$	76.00 / MBF		
Beech	2.50	MBF	\$	38.00 / MBF		
White Ash	9.20	MBF	\$	83.00 / MBF		
Pulpwood						
B. T. Aspen	1.00	Cords	\$	14.70 / Cord		
Basswood	27.00	Cords	\$	6.50 / Cord		
The volumes are statistically estimate	. ,		•			-

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	:
Company or individual bi	dding:		<u></u>
Company representative	's name:		
Address:			
	State:		
JI ABLE PLEASE PLACE T	HE PERSONALIZED LABEL	FROM YOUR PROSP	ECTUS IN THE ABOVE BOX.
·	o's signaturo:		Data:
·	re's signature:		Date:



Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

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

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:					
Please Check Appropriate Categories:					
 My business is organized as (you must check one of the boxes below): A. Sole Proprietorship (individual) B. Partnership 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 furthan yourself, including family members and active partners (if none, you must Full-time Employees					
Name of Business Federal ID (or) Social Sect	urity No.				
Address Telephone ()					
City State ZIP					
I hereby certify that the above information is true and correct. I agree to notify the occur in factors affecting my coverage during any of my present and future operation. Signature of Owner or Authorized Representative					
Title Date					

Address:____

BID FORM

ATLANTA MANAGEMENT UNIT ATLANTA OFFICE

PICTURE DAY ASPEN (54-033-10-01)

T30N, R03E, SEC.05; T30N, R03E, SEC.31; T30N, R03E, SEC.32; MONTMORENCY COUNTY

In response to the notice of sale to be held 10:00AM on July 12, 2011, 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 Pulpwood Mixed Aspen Red Maple Red Oak	ESTIMATED 1,236.00 299.00 154.00	Cords Cords	<u>AD</u> \$ \$ \$	16.55 / Cord 7.00 / Cord 13.80 / Cord	<u>BID PRICE</u> \$ \$	_ / Cord _ / Cord _ / Cord
In addition, the successful bidde	er agrees to purchase	the following	species at t	he indicated advertise	ed price for a total va	alue of \$3,379.80 :
PRODUCTS & SPECIES Sawlogs Mixed Aspen Red Maple Red Oak *The volumes are statistically esadjustment. Prospective bidder I understand that any or all bids understand that consideration a equipment and staffing subject	s are urged to examin may be rejected. All nd awarding a contrac	MBF MBF MBF) or minus (-) e this timber bids must be	\$ \$ 9.25 percer and to make signed and	e their own estimates all bid items must be	of quantity and qual bid or the bid form n	ity. nay be rejected. I also
FEDERAL ID:		or SOCIAL S	ECURITY N	IUMBER:		
Company or individual bidding:						
Company representa	tive's name:					

IF AVAILABLE, PLEASE PLACE THE PERSONALIZED LABEL FROM YOUR PROSPECTUS IN THE ABOVE BOX.

_____ State:_____ Zip:____

Individual or company representative's signature:		Date:
Phone number :	Email (optional):	



Michigan Department of Natural Resources & Environment Forest Management Division

TIMBER SALE VERIFICATION OF WORKER'S DISABILITY COMPENSATION ACT COMPLIANCE

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

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

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.

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 approve Notice of Exclusion (BWC-337, Rev. 5/96). I will provide a copy of the Notice of Exclusion within 21 days of the contra 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 2 days of the contract award.	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 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.							
Addr	dress Telephone ()							
City	State ZIP							
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.								
S	Signature of Owner or Authorized Representative							
T	Title Date							