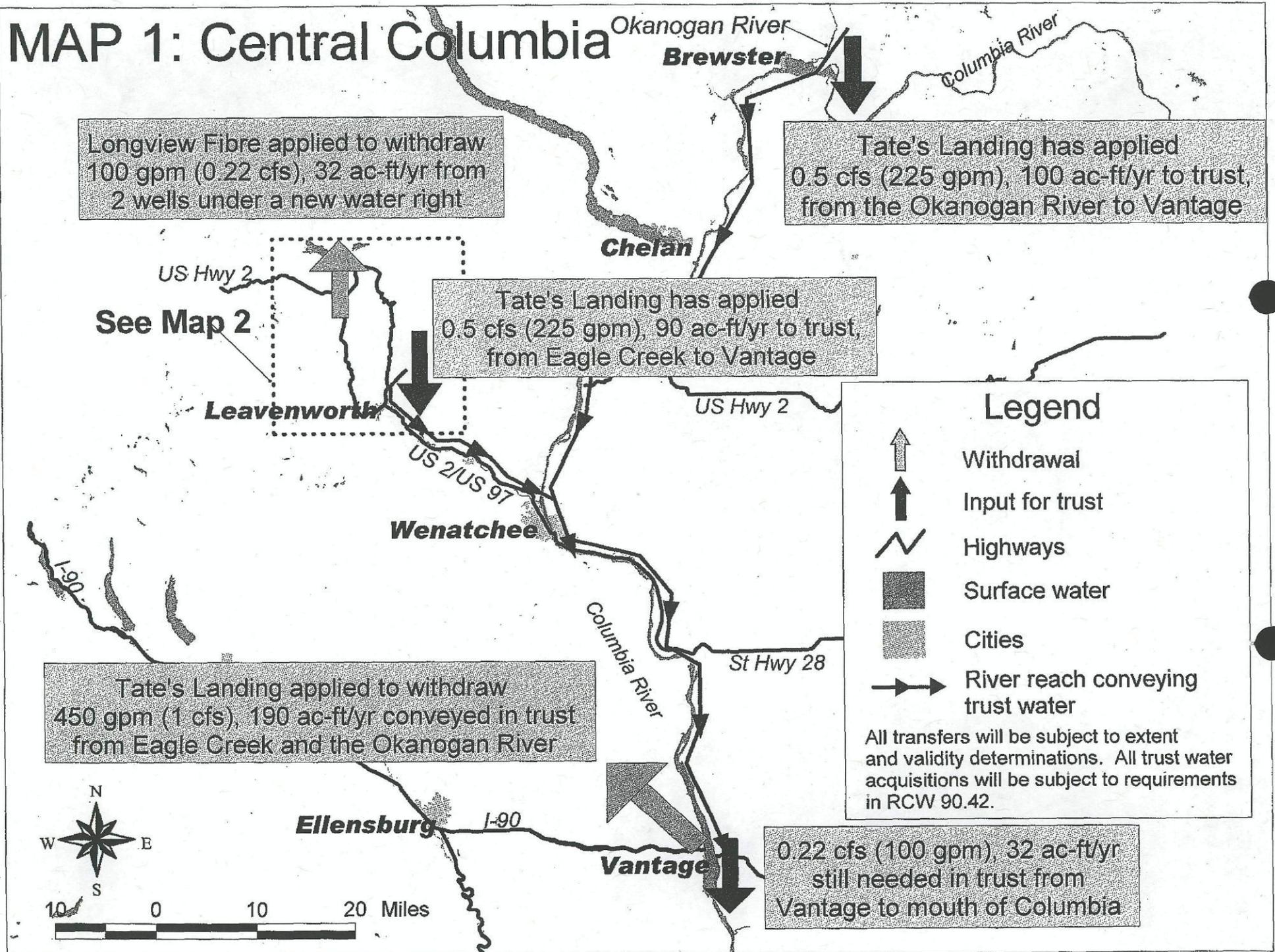
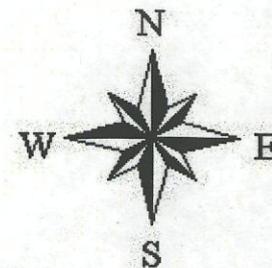


MAP 1: Central Columbia



MAP 2: Upper Wenatchee

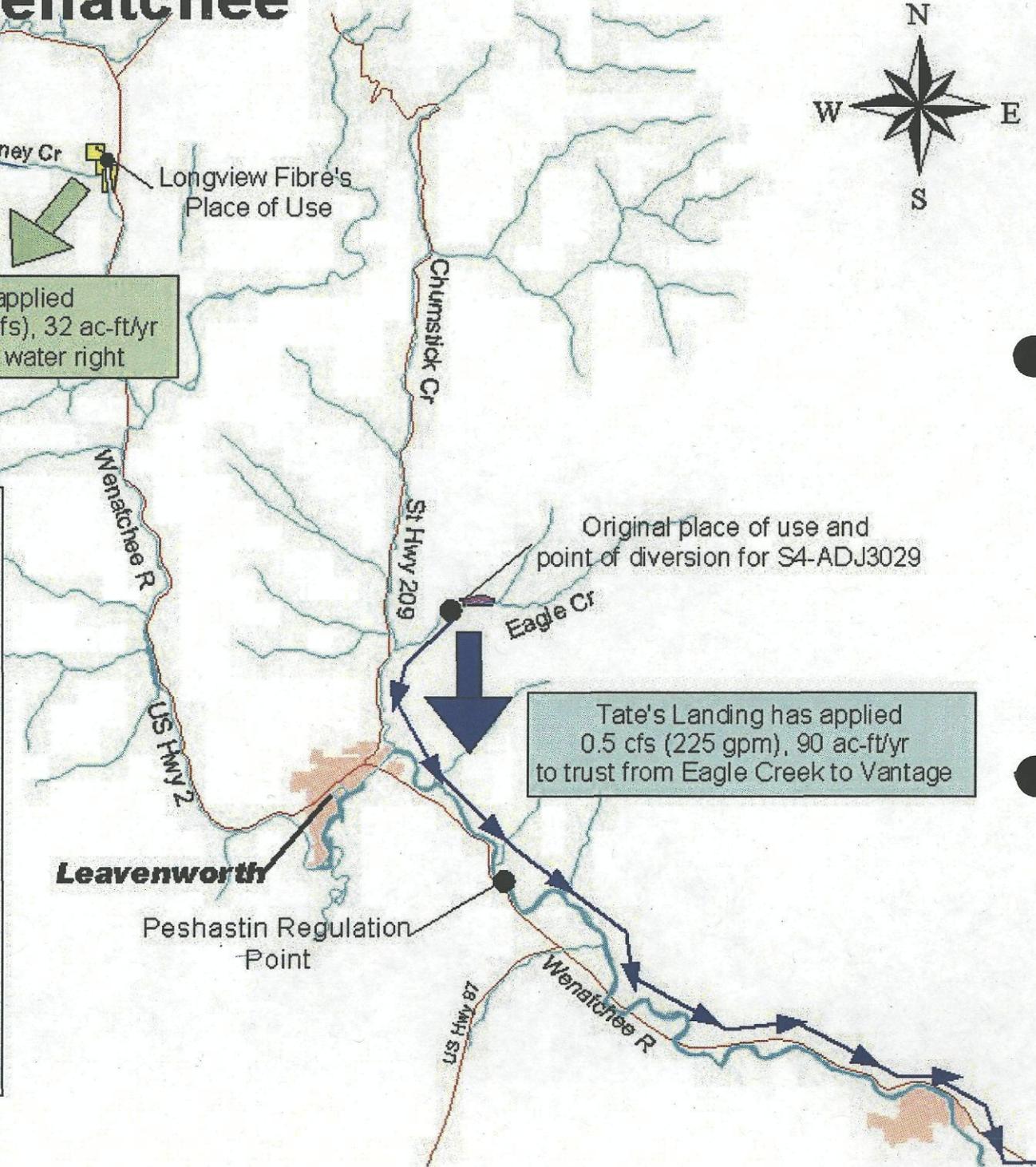
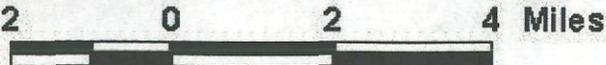


Longview Fibre has applied to withdraw 100 gpm (0.22 cfs), 32 ac-ft/yr from 2 wells under a new water right

Legend

-  Withdrawal
-  Input for trust
-  Highways
-  Surface water
-  Cities
-  River reach conveying trust water

All transfers will be subject to extent and validity determinations. All trust water acquisitions will be subject to requirements in RCW 90.42.



Tate's Landing has applied 0.5 cfs (225 gpm), 90 ac-ft/yr to trust from Eagle Creek to Vantage

Project Overview

Longview Fibre has been using water for its mill based on a surface water claim to water from Skinny Creek, a tributary to the Wenatchee River. Recently, Longview Fibre filed an application with Ecology to change the water right from the surface water diversion to a well. Ecology denied this application based on a finding that the water right claim was not a valid water right. Longview Fibre disputes these findings and has appealed to the Pollution Control Hearings Board. In an effort to seek settlement, Ecology and Longview Fibre have entered into an agreement in which Longview Fibre will file an application for a new ground water right and will offer mitigation including seeking mitigation water for the consumptive quantity of the new water right, and relinquishment of all its right in the water right under the claim. Ecology has agreed to expedite the application based on the mitigation and other terms agreed to by Longview Fibre. These terms are stated in the attached letter that memorializes the parties' agreement. We believe it is important we seek settlement based on the terms of the agreement.

At this time Longview Fibre has filed the application for a new ground water right for its sawmill in Leavenworth and the application has been published. The Department of Ecology has agreed that Longview Fibre may provide up to 32 afy as part of a mitigation package for approval of the new water right for the mill. Washington Rivers Conservancy received a grant from Longview Fibre to help in locating up to 32 afy of water to purchase and permanently transfer to the TWRP for instream flow purposes.

WRC has identified two water rights to meet the 32 afy requirement. One water right is located in the Chumstick drainage area of the Wenatchee River and the second water right is a water right from the Okanogan River.. Mitigation will be provided in two segments: from Leavenworth to Vantage and from Vantage to the mouth of the Columbia River.

Mitigation from Leavenworth to Vantage

The water right proposed for mitigation from Leavenworth to Vantage is an irrigation right from Eagle Creek in the Chumstick drainage with a priority date of December 1908 ("Eagle Creek water right"). The certificate authorizes the diversion of 0.50 cfs, 90 acre-feet per year for the irrigation of 30 acres from April 15th to September 30th. The current location of the diversion and the place of use of the water right are shown on the map of the project location. The owner of the Eagle Creek water right has filed an application to transfer the water right downstream to Vantage where the water will be withdrawn from two wells and used for domestic supply and associated irrigation at a new development called Tate's Landing. The owner has also filed a request to transfer the entire water right to the TWRP for instream flow from the current point of diversion on Eagle Creek to Vantage. Forty acre-feet of the trust water right have been identified as mitigation for Longview Fibre's new 32 acre-foot ground water right.

Mitigation from Vantage to the mouth of the Columbia River

Mitigation from Vantage to the mouth of the Columbia River will be provided from the Eagle Creek water right and a second water right currently used in the Okanogan ("Okanogan River Water Right"). The Okanogan River Water Right is a certificated irrigation right with a 1974 priority date, which authorizes the diversion of 0.50 cfs and 100 acre-feet per year for the irrigation of 25 acres from April 1 to October 1. The location of the current diversion and place of use of the water right are also shown on the map of the project location. The owner of the Okanogan water right has filed an application to transfer the water right downstream to Vantage for withdrawal from the two wells for domestic use at Tate's Landing.

There are two alternatives for mitigation from Vantage at this time. The water for mitigation below Vantage could result from the reduction of diversion and beneficial use of the two water rights at Vantage with the balance remaining instream at Vantage. Under the second alternative for mitigation it would result from the reduced consumptive use of the Eagle Creek Water Right and the Okanogan River Water Right at Vantage and the corresponding increase in return flows. Historically both water rights have

been used for irrigation. At Vantage the water rights will be used for domestic supply and associated irrigation. Because the new uses will consume less water than has been consumed for irrigation, there will be additional water returned to the Columbia River at Vantage via the Vantage wastewater treatment facility. This water would be transferred to the TWRP for protection for instream flow purposes.

A due diligence study is currently being conducted on both water rights to confirm the extent and validity of the water rights, the consumptive use as irrigation rights, and the projected consumptive use for domestic supply and associated irrigation at Vantage.

We believe there are significant environmental benefits to be gained from protecting these water rights instream as part of the TWRP and for being used as mitigation for Longview Fibre's mitigation. The Eagle Creek trust water right will remain instream in Eagle Creek, Chumstick Creek, the Wenatchee River and the Columbia River from April 15th to September 30th when it has historically been diverted for irrigation. The Okanogan River trust water right will remain in the Okanogan River and the Columbia River from April 1 to October 1. The trust water rights will increase instream flows in areas where flows have been identified as one of the limiting factors for fish production in the Columbia River Basin.

The Wenatchee River runs of Upper Columbia River summer steelhead and spring Chinook salmon are both listed as endangered under the Endangered Species Act ("ESA"). The Wenatchee River run of bull trout is listed as threatened under the ESA. All Wenatchee River stocks of steelhead and spring Chinook are identified in the state Salmon and Steelhead Stock Inventory Report ("SASS") as "Depressed" because of chronically low production. (Salmon, Steelhead, and Bull Trout Habitat Limiting Factors for the Wenatchee Subbasin (Washington State Conservation Commission, Water Resource Inventory Area 45) and Portions of WRIA 40 within Chelan County (Squilchuck, Stemilt and Colockum drainages), Final Report, November 2001).

In a report to the Upper Columbia Salmon Recovery Board, the Upper Columbia Regional Technical Team described the Wenatchee River as "unique among the subbasins in the Upper Columbia Region in that it supports the greatest diversity of populations and overall abundance of salmonids, yet is facing the greatest risk of habitat loss and degradation." (A Biological Strategy to Protect and Restore the Salmonid Habitat in the Upper Columbia Region, Discussion Draft 22 May 2003). Among factors affecting habitat conditions in the lower mainstem Wenatchee River the report identifies late summer instream flows, which "are often critically low throughout the reach," and stream temperatures caused in part by low instream flows. One recommendation made by the Technical Team is to increase late summer flows in the reach. The 2001 report by the Conservation Commission also listed low instream flows as a factor in habitat degradation in the Chumstick Creek drainage, which has been identified as "one of the more problematic drainages in the entire Wenatchee subbasin relative to land use and management issues." The Northwest Power and Conservation Council's Subbasin Plan for the Wenatchee Subbasin identifies among its strategies and goals the need to increase instream flow in the Wenatchee River and Chumstick Creek to improve both water quantity and quality.

The Natural Resource Council of the National Academies Report, Managing the Columbia River: Instream Flows, Water Withdrawals, and Salmon Survival is clear that flows in the Columbia River during the July and August time frame are a concern for fish. The trust water rights from Vantage to the mouth of the Columbia River will be provided to ensure there are no impacts to the Columbia River during this critical time frame.

State of Washington, County of Chelan

Certificate Of Adjudicated Water Right

This Is To Certify:

That by virtue of a decree of the Superior Court of the State of Washington in and for Chelan County, made and entered on the 12th day of April, 1983, (amended by Order dated the 14th day of October, 1986) in the case of State of Washington v. Earl A. Adsit, et ux, et al., County Cause No. 31476, which decree determined the rights of all known claimants to the use of the waters of Chumstick Creek Drainage Basin, in accordance with Chapter 90.03 and 90.44 Revised Code of Washington.

Charles J. and Helen M. Rockwell

of

Leavenworth, Washington

are entitled to use, subject to provisions set forth in said decree, and the laws of the State of Washington, the waters of Eagle Creek.

The water right is confirmed in the amount of water that is reasonably and actually necessary for the purpose of irrigation of 30 acres and shall not exceed 0.50 cfs; 90 acre-feet per year from April 15 to September 30.

That the decree aforesaid establishes said right in Class 13, with a priority date of December, 1908.

That the approximate point(s) of diversion are as follows:

200 feet east and 200 feet north of the west quarter corner of Section 28, being within the SW $\frac{1}{4}$ SW $\frac{1}{4}$ NW $\frac{1}{4}$ of Sec. 28, T. 25 N., R. 18 E.W.M.

That said water right was adjudged by said decree to be and is appurtenant to the following described real property situated in Chelan County, Washington, to-wit:

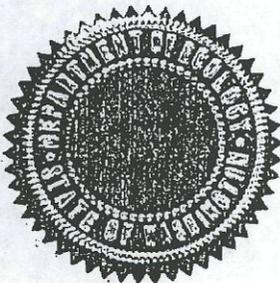
The S $\frac{1}{2}$ NE $\frac{1}{4}$ of Sec. 29, T. 25 N., R. 18 E.W.M.

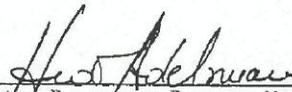
Any changes in these rights can only be in compliance with Chapters 90.03 and 90.44 RCW.

This certificate of adjudicated water right is specifically subject to relinquishment for nonuse of water as provided in Chapter 90.14 RCW.

This instrument is recorded in the office of the Department of Ecology, Olympia, Washington, in Volume XIV-A, of Adjudicated Water Right Certificates, at Page 29.

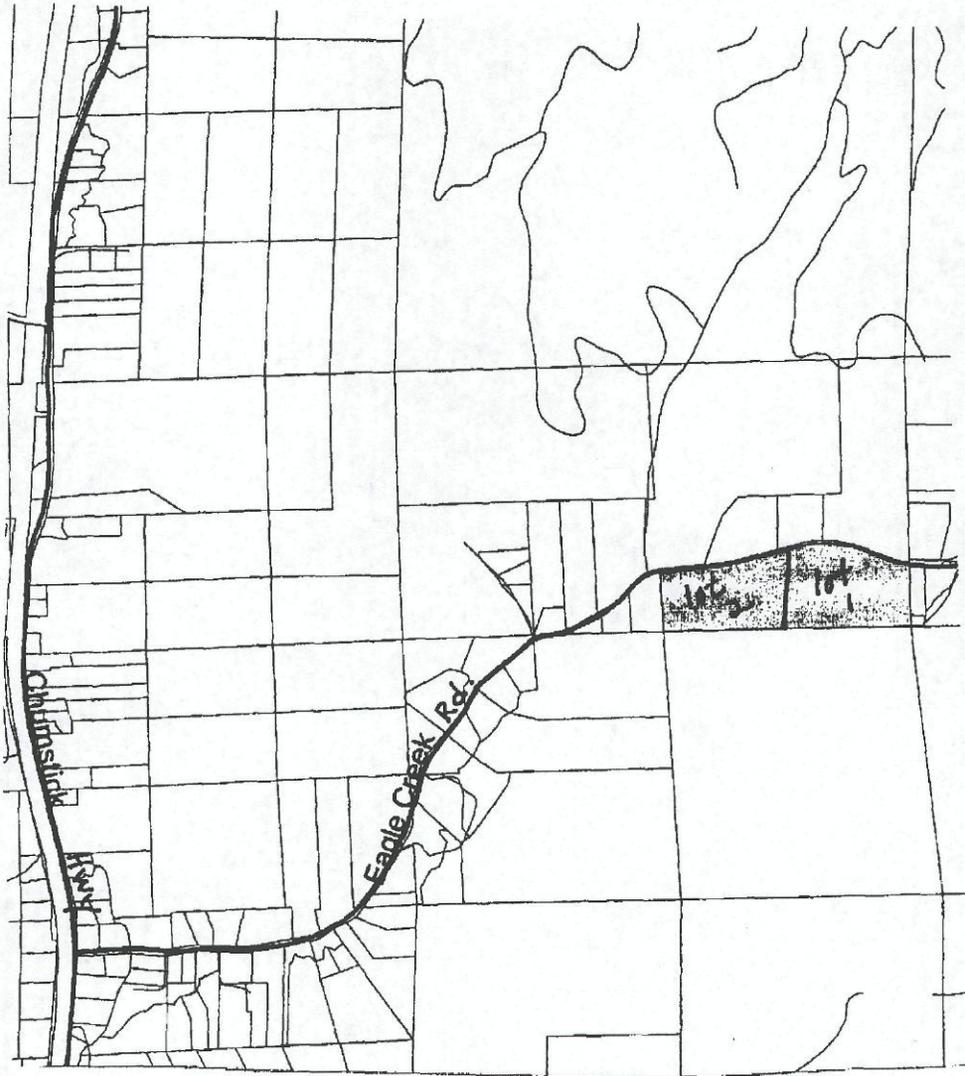
Witness the seal and signature of the Water Resources Program Manager, Department of Ecology, affixed this 3 day of December, 1987.




Water Resources Program Manager
Department of Ecology
State of Washington



10.a



vicinity map

Survey

ofn 2221897

Tas Raz 529

lot 1

48/17

LEGAL DESCRIPTION

PARCEL A

That portion of the following described parcel lying North of the right of way of Eagle Creek Road: Commencing at the center of Section 29, Township 25 North, Range 18 East, Willamette Meridian; thence running Northerly along the quarter line a distance of 80 rods; thence Westerly along the 40 line a distance of 40 rods; thence Southerly to the North line of the County Road; thence Easterly along the North line of the County Road a distance of 26 rods; thence South to the quarter line of said Section 29; thence along quarter line to the place of beginning. EXCEPT that portion lying East of the centerline of Walker Canyon Road.

PARCEL B

The North half of the Northeast quarter of Section 29, Township 25 North, Range 18 East, Willamette Meridian, Chelan County, Washington, Except the East 671.00 feet thereof. Together With that portion of the South half of the Northeast quarter of Section 29, Township 25 North, Range 18 East, Willamette Meridian, Chelan County, Washington, lying North of Eagle Creek Road and West of the following described line: Beginning at the Northeast corner of said South half; thence North 89°32'44" West along the North line of said South Half, 1711.50 feet to the True Point of Beginning of said described line; thence South 41°22'08" West 264.74 feet; thence South 21°12'52" West 466.30 feet to the North right of way line of said Eagle Creek Road and end of said described line. Also Together With that portion of the South half of the Northwest quarter of Section 29, Township 25 North, Range 18 East, Willamette Meridian, Chelan County, Washington, lying North of Eagle Creek Road and East of the centerline of Walker Canyon Road.

PARCEL C

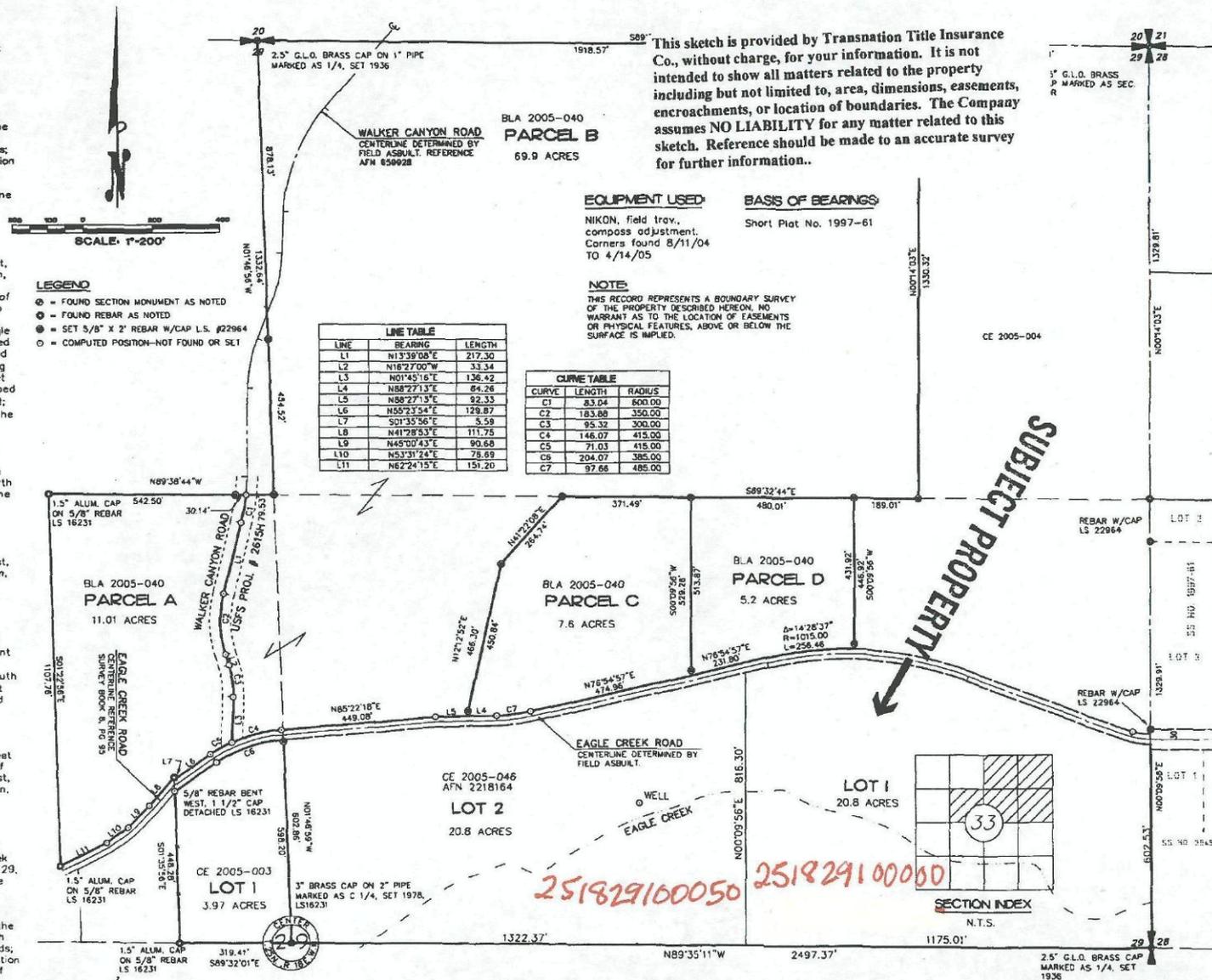
The South half of the Northeast quarter of Section 29, Township 25 North, Range 18 East, Willamette Meridian, Chelan County, Washington, lying North of Eagle Creek Road Except the East 1340.00 feet thereof. Also Except that portion lying West of the following described line: Beginning at the Northeast corner of said South half; thence North 89°32'44" West along the North line of said South Half, 1711.50 feet to the True Point of Beginning of said described line; thence South 41°22'08" West 264.74 feet; thence South 21°12'52" West 466.30 feet to the North right of way line of said Eagle Creek Road and end of said described line.

PARCEL D

The West 480.00 feet of the East 1340.00 feet of the South half of the Northeast quarter of Section 29, Township 25 North, Range 18 East, Willamette Meridian, Chelan County, Washington, lying North of Eagle Creek Road.

LOT 1 CE 2005-003

That portion of the following described parcel lying South of the right of way of Eagle Creek Road: Commencing at the center of Section 29, Township 25 North, Range 18 East, Willamette Meridian; thence running Northerly along the quarter line a distance of 80 rods; thence Westerly along the 40 line a distance of 40 rods; thence Southerly to the North line of the County Road; thence Easterly along the North line of the County Road a distance of 26 rods; thence South to the quarter line of said Section 29; thence along quarter line to the place of beginning.



LEGEND
● = FOUND SECTION MONUMENT AS NOTED
○ = FOUND REBAR AS NOTED
● = SET 5/8" X 2" REBAR W/CAP L.S. #22964
○ = COMPUTED POSITION-NOT FOUND OR SET

LINE TABLE table with columns: LINE, BEARING, LENGTH. Rows L1 through L11.

CURVE TABLE table with columns: CURVE, LENGTH, RADIUS. Rows C1 through C7.

EQUIPMENT USED: NIKON, field trav., compass adjustment. BASIS OF BEARINGS: Short Plat No. 1997-61

NOTE: THIS RECORD REPRESENTS A BOUNDARY SURVEY OF THE PROPERTY DESCRIBED HEREON. NO WARRANTY AS TO THE LOCATION OF EASEMENTS OR PHYSICAL FEATURES, ABOVE OR BELOW THE SURFACE IS IMPLIED.

This sketch is provided by Transnation Title Insurance Co., without charge, for your information. It is not intended to show all matters related to the property including but not limited to, area, dimensions, easements, encroachments, or location of boundaries. The Company assumes NO LIABILITY for any matter related to this sketch. Reference should be made to an accurate survey for further information..

SUBJECT PROPERTY

251829160050 251829100000

SURVEYOR'S CERTIFICATE: This map correctly represents a survey made by me or under my direction in conformance with the requirements of the Survey Recording Act at the request of STEVE ROCKWELL in CE 2005-004. Signed and Sealed WESLEY POTRIDGE Registration No. 22864 DATE 01/20/06



RECORD OF SURVEY FOR STEVE ROCKWELL PORTION OF SE 1/4 OF THE NW 1/4 AND NE 1/4 SEC. 29, T. 25 N., R. 22 E. W.M. CHELAN COUNTY, WASHINGTON

FORSGREN ASSOCIATES/ INC. 112 OLDS STATION ROAD, SUITE A, MONTCHEE, WA 98001 PHONE: (509)667-1426 FAX: (509)663-6166

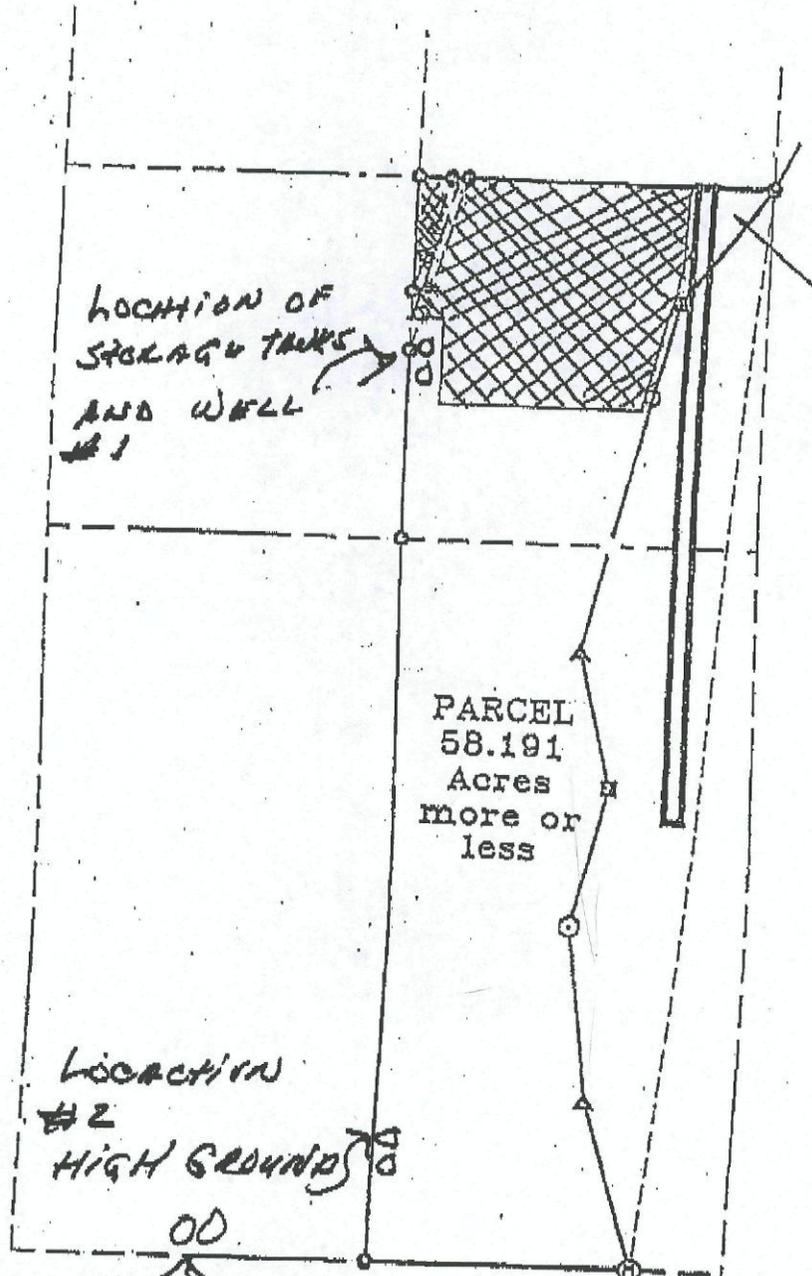
AUDITOR'S CERTIFICATE 2221897 FILED 092 Filed for record this 2 day of March 20 06 at 4:00 p.m. in book 48 of surveys at page(s) 182 at the request of Steve Rockwell Deputy for Chelan County Auditor

SCALE: 1" = 200' DRAFTED: KLS DATE: 01/20/06 PROJECT NO: 08-04-0978 -7218

48/17

EXHIBIT "E" Property Retained by Seller

That portion of the property depicted in cross-hatching on the following described map.



PARK GROUND, HIGH GROUND,
BY PARK DEPT BASEMENT

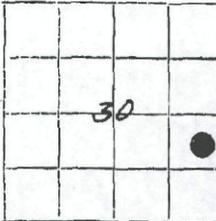
The Department of Ecology does NOT Warranty the Data and/or the Information on this Well Report.

STATE OF WASHINGTON
DEPARTMENT OF CONSERVATION
AND DEVELOPMENT

No. Appli. 5456

WELL LOG
Date 1-26, 1960

Record by well driller
Source driller's record



Location: State of WASHINGTON
County Kittitas

Area _____

Map _____

NE 1/4 SE 1/4 sec. 30 T17 N., R. 23 E.

Drilling Co. Neal W. Rettig

Address Othello, Wash.

Method of Drilling _____ Date 9-18, 1959

Owner Tom Stockdale

Address Vantage, Wash.

Land surface, datum _____ ft. above
_____ ft. below

| CORRELATION | MATERIAL | THICKNESS (feet) | DEPTH (feet) |
|-------------|----------|------------------|--------------|
|-------------|----------|------------------|--------------|

(Transcribe driller's terminology literally but paraphrase as necessary, in parentheses. If material water-bearing, so state and record static level if reported. Give depths in feet below land-surface datum unless otherwise indicated. Correlate with stratigraphic column, if feasible. Following log of materials, list all casings, perforations, screens, etc.)

| | | | |
|--|----------------|----|-----|
| | Gravel | 25 | 25 |
| | Basalt, black | 32 | 57 |
| | Basalt, Broken | 74 | 131 |
| | " Black | 69 | 200 |

PUMP TEST:
Dim. 200' x 10" & 8"
SWL: 125 ft.
DD: 10 ft.
Yield: 30 g.p.m.
CASING:
10" diam. 25 ft. deep from 0 to 25 ft
Drive shoe at bottom of casing.
25 ft. from top driven into rock.