

Timber Values Per Tract

Based on current market prices, which are at multi-year low market prices that are 10% to 15% below normal prices especially for pine. Location prices are site-based on previous logging and hauling costs and conservative quantity yields provided by a registered, professional forester. All previous logging operations were planned and all hardwood trees cut were marked to ensure natural regeneration and confirmed sales by the same registered, professional forester. All timber operations have followed a forestry management plan to maximize sustainable timber production as the primary objective.

➔ 640 Acre Tract: Total \$405/acre

- Hrwd logs 1.0 MBF/ac x 640 acs = 640 MBF x 8T/MBF = 5120 T x \$35/T = \$173,200/ 640 = \$280/ acre
- ✓ ● Hrwd pulp 25 T/ac x 640 acs = 16,000 T x \$5/T = \$80,000/640 = \$125/acre

General Notes For All Tracts

All tracts were purchased and managed for timber production as the primary objective. Best practices for forestry management for timber, water and soils conservation and sustainability were established and followed. Only one tract (640 acre) had a single hunter hunt during deer and turkey seasons so no hunting has occurred on the tracts for the entire Bohlmann ownership period.

All the tracts have a recent forest stewardship plan prepared by a registered, professional forester who has also prepared timber sales plans and confirmed timber sales quantities/qualities.

Close relationships have been maintained with the AR county foresters and soil conservationists.

All tracts have documented and recorded road easements. All tracts have been surveyed and corners established and marked.

A good working relationship with the County Judge has been maintained for establishing and maintaining access (easements) to all tracts. Except for one recent exception good relationships have been enjoyed with all neighbors for the entire ownership period.

All neighbors follow similar strong commitment to best practices for timber, water and soils conservation and sustainability.