

NOTICE OF SALE

Department of Natural Resources & Conservation Timber Sale

The Power Rock Timber Sale is located within Section 12, T20N-R27W, on the State's Plain's Unit. Approximately 1,759 tons consisting primarily of ponderosa and Douglas-fir sawlogs is offered for sale.

Sealed bids will be opened at the Department of Natural Resources & Conservation, 2705 Spurgin Road, Missoula, Montana on **October 21, 2011 at 2:00 p.m.** Bids may be hand delivered or mailed and will be accepted any time prior to the bid opening. **DNRC recommends that bidders contact the Trust Land Management Division (406-542-4300) prior to the bid opening to ensure that your bid has been received.** Bids must be accompanied by a deposit of **\$1,340.00**, representing 5% of the minimum bid of the sale in cashier's check, certified check, bank money order or bank draft to be applied to the stumpage for the successful bidder. Bid bonds will be accepted and, for the successful bidder, will be closed upon execution of the Timber Sale Contract and Timber Sale Bond.

The sale will be awarded to the highest responsible bidder. If the successful bidder is unable to execute the contract within **30** calendar days from the date the sale is awarded, the bid deposit will be retained by the Department as liquidated damages. The right is reserved to reject any or all bids.

Prospective bidders can obtain the sale prospectus, sale contract and bid forms from the Department of Natural Resources & Conservation, Trust Land Management Division, in Missoula (406-542-4300), or the Unit Office in Plains, MT (406-826-3851).

Visit our website at <http://www.dnrc.mt.gov/trust/timber/bids.asp> for upcoming sales and bid results

/s/ SHAWN THOMAS, Chief
Forest Management Bureau
Trust Land Mgmt Division

Publication Dates: September 21, 28, October 5, 12, 2011

Timber Sale Information Sheet
Montana Department of Natural Resources and Conservation

| TIMBER SALE NAME | | | | | | | | | | | |
|---|---|----|----|----|----|----|----|----|------|---------------|--|
| Timber Sale Cruise Data | | | | | | | | | | | |
| SPECIES | PP | DF | WL | LP | ES | WF | CE | WP | Dead | TOTAL or AVE | |
| Minimum Bid | | | | | | | | | | \$15.24/ton | |
| Pounds per cubic foot | 62 | 62 | | | | | | | | | |
| Estimated tons of sawlogs (5.6" top DIB) | 1,674 | 85 | | | | | | | | 1,759 tons | |
| Estimated tons of other material (pulp, etc) | 473 | 7 | | | | | | | | 480 tons | |
| Gross MBF (Scribner 5.6" top DIB) | 235 | 12 | | | | | | | | 247 MBF | |
| % Cull and Breakage | 3 | 2 | | | | | | | | 3.2% | |
| Net MBF (Scribner 5.6" top DIB) | 227 | 12 | | | | | | | | 239 MBF | |
| Average logs per MBF | 21 | 26 | | | | | | | | 21.0 logs/M | |
| Average DBH | 11 | 12 | | | | | | | | 11.0 in. | |
| Average tons per acre harvested in leave-tree marked units | | | | | | | | | | 49 tons/ac | |
| Average tons per acre harvested in cut-tree-marked units | | | | | | | | | | NA | |
| Average MBF to cut per acre on the timber sale | | | | | | | | | | 5.2 MBF/ac | |
| Range of cut trees per acre based on unit cruise | | | | | | | | | | 45-90 | |
| Calculated Sampling Error: Total cruised volume will fall between | 158 and 318 Net MBF in 9 out of 10 cruises | | | | | | | | | 33.0% | |
| Tons Per Thousand Board Feet | | | | | | | | | | | |
| Contract Value - Estimated tons hauled per thousand Scribner board feet | 1,759 estimated tons to a 5.6 inch top / 239 Net MBF Scribner to a 5.6 inch top DIB | | | | | | | | | 7.36 tons/MBF | |

| Contract Information | | |
|-----------------------------|---|--|
| Contract ending date | 10/15/2012 | POWER LINES PRESENT. As indicated on the sale area map, there are powerlines present along the boundary and within the Unit. Purchaser will be liable for any damage they cause to the power line. Any trees 1.5 times the height as the distance to the power lines will have to be mechanically felled using winch line or a feller-buncher. |
| Contract length | 12 months | |
| Operating Season: | No operations allowed between May 15-June 10. Operation allowed when Soil Compaction requirements in Section VII.L.1 are met. | |

TIMBER SALE PROSPECTUS
MONTANA DEPARTMENT OF NATURAL RESOURCES AND CONSERVATION

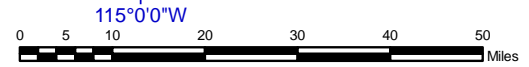
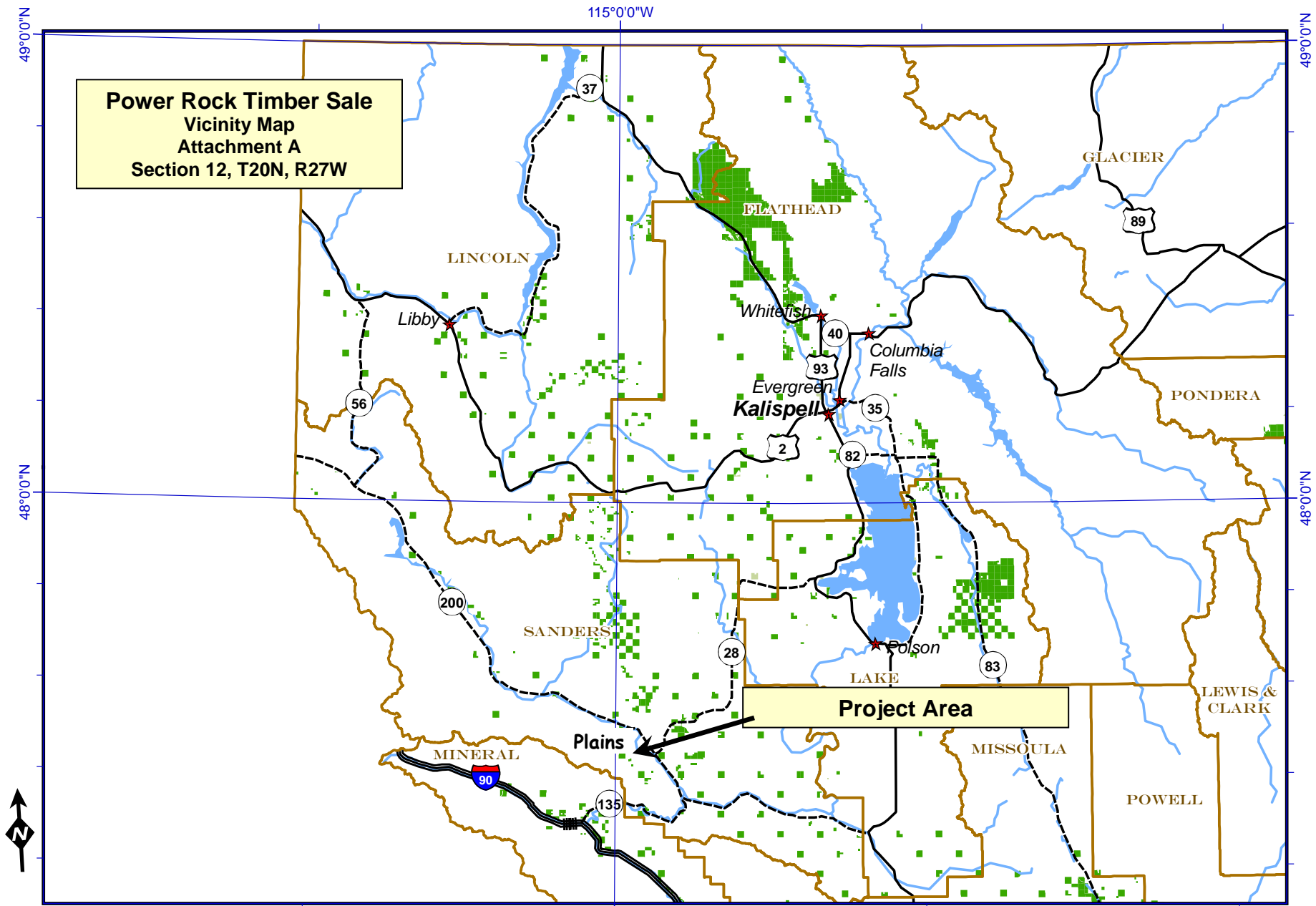
| | | | |
|---|--------------|--------------------------------------|----------------------|
| Timber Sale Name: Power Rock | | | |
| Timber Sale Location: Section 12, T20N-R27W | | | |
| For specific sale information, contact: David Olsen | | | |
| Phone | 406-826-4723 | DNRC, Plains Unit, PO Box 219 | Plains Unit |
| | | Plains, MT 59859 | |
| For copies of the Timber Sale Contract and bid forms, contact: | | | |
| Phone | 406-542-4300 | Forest Management Bureau | DNRC Missoula Office |
| Phone | 406-751-2240 | Northwestern Land Office | Land Office |

General Bidding Information

1. Bids must be submitted on standard Department of Natural Resources & Conservation (Dept) bid forms.
2. Timber will be sold to the highest responsible bidder; however, the Dept reserves the right to reject any or all bids.
3. The Dept recommends that bidders contact the Forest Management Bureau, Trust Land Management Division (406-542-4300) prior to the bid opening to ensure that your bid has been received.
4. A **Bid Guarantee** must accompany all bids and must be in the form of cash, cashiers check, certified check, money order, bank draft, surety bond or irrevocable letter of credit.
5. The Purchaser must submit a **Performance Bond** to the Dept within a maximum of **30** days of notification of sale award. The bond amount will be, at a minimum, 20% of the total bid value of the sale. The performance bond may be in the form of cash, irrevocable letter of credit, surety bond or certificate of deposit. The performance bond must be maintained separately from other payments for the duration of the sale contract. See the Timber Sale Contract for additional information.
6. The Purchaser must submit an **Advance Stumpage Payment** prior to cutting any timber. The amount of the advance stumpage payment will be based on the expected harvest rate and the bid value of the stumpage. The advance stumpage payment may be in the form of cash, irrevocable letter of credit, payment bond or certificate of deposit.
7. At rates specified in the Contract, the Purchaser will pay **Forest Improvement Fees** on all sawlog volume. All applicable **Road Use and/or Maintenance fees** will also be paid by the Purchaser in addition to stumpage payments.
8. This sale is being sold based on the gross weight of all species. Minimum price and bid price are on a per ton basis. Unless specified, the price applies to all species, green and dead. Price may vary by product. Billing will be based on gross weight. A weight ticket from a certified scale is required for each load hauled, regardless of product type.
9. The Dept has estimated the net scale merchantable sawlog volume to be available for purchase under this contract. Other products may be part of this sale. All delivered wood will be weighed and billed at per ton bid rates. The Dept recognizes that a percentage of delivered wood may not meet the log manufacturing and recovery standards of the timber sale contract. The actual percentage will vary based on the log manufacturing and recovery specifications of the purchaser and tree conditions in the sale area. The actual delivered weight may vary, resulting in an overrun or under-run of the estimated tonnage. The Dept strongly recommends that bidders evaluate these effects before bidding.
10. The Dept does not conduct detailed road appraisals. All appraised costs are gross estimates or averages, provided only to show the relative amount of work required, and not the true market value. The Dept strongly recommends that bidders make their own estimates based on contract requirements. Cost estimates provided are not guaranteed.
11. Bidders are encouraged to examine the complete Timber Sale Package and Sale Area prior to bidding. Additional information is available at the phone numbers shown above.
12. Estimates for sale volume, species percents, defect, product class, etc. provided in this prospectus and volume estimates listed in the sale contract are not guaranteed.
13. This prospectus is provided for information purposes only. If the prospectus is in error or contradicts the Timber Sale Contract, the contract governs.

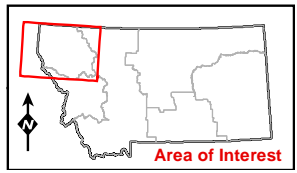
Additional Sale Information:

1. The construction of approximately 5,000 feet of fire line and firebreak is required. Total estimated cost to Purchaser for construction of fire line and firebreaks is \$1,200.00. All appraised costs are gross estimates or averages, provided only to show the relative amount of work required, and not its market value. **Purchasers should make their own estimates based on contract requirements.**
2. Timber to be harvested: Remove designated timber along the power line right-of-way. Any trees within a distance from the power lines of 1.5 times the height of the tree will be mechanically felled using winch line or a feller-buncher capable of securing and controlling the placement of trees. Landing piles shall be constructed at least a minimum of 100' from all power lines. Additional trees may be required to be removed as designated by the Forest Officer. Broken top trees are to be reserved as snags unless otherwise designated to cut by Forest Officer.
3. Notification must be given to Forest Officer and affected power companies at least three (3) days prior to cutting within 1 ½ tree lengths of power lines.
4. Sawlog top size will be 5.6 DIB for all species.
5. All unmarked, small diameter trees with a DBH over 5" and that do not meet sawlog specifications as described in Table 2 of the contract **must be cut**. This material may be purchased if approved by the Forest Officer and will be billed at a negotiated rate through a contract amendment.
6. Northwestern Land Office has changed its method of estimating road development costs. Contact Plains Unit for more information about appraised costs for this sale.
7. Final road blading, seeding and fertilization is to be completed after timber hauling activities.
8. The haul route will utilize County Roads in the Swamp Creek area. Purchaser will comply with all county road seasonal road closures. All applicable **Road Use and/or Maintenance fees and required maintenance** will also be paid and accomplished by the Purchaser in addition to stumpage payments in the event an alternative haul route is requested and utilized by the Purchaser.

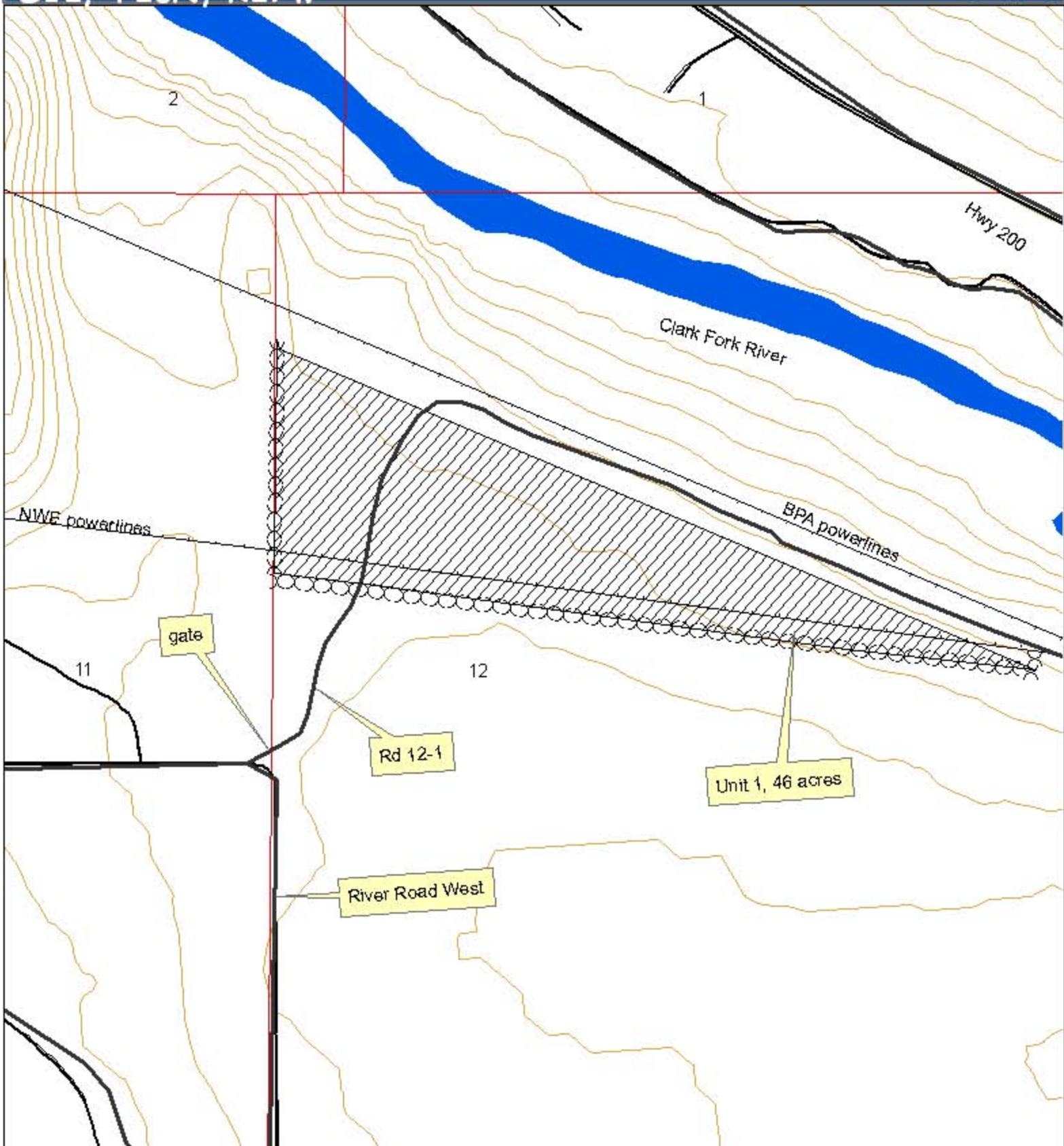


| | | | | | |
|--|--------------------|--|--------|--|-------------------------|
| | Interstate Highway | | Rivers | | Lakes |
| | U.S. Route | | City | | DNRC managed for timber |
| | State Highway | | County | | DNRC other |

21 February 2007
Montana DNRC
Technical Services Section/dr



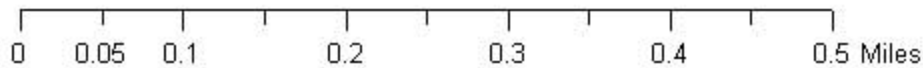
Power Rock Timber Permit S12, T20N, R27W



Legend

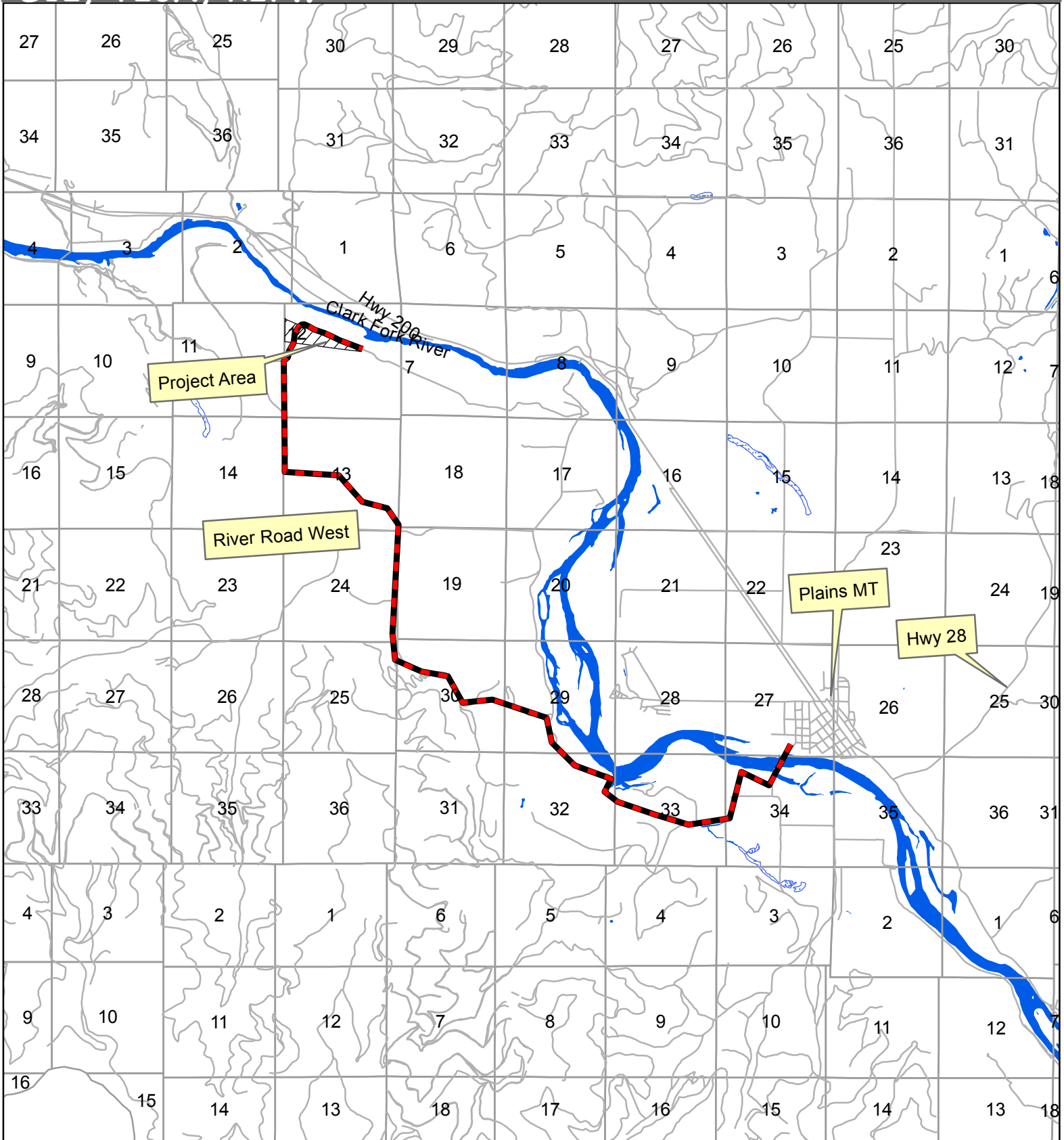
- fireline, 76 chains
- Powerlines
- ▨ Unit 1, 46 ac
- Roads Plum Creek Layer

Montana DNRC
Trust Land Management Division
Northwestern Land Office
Plains Unit, 2011



Power Rock Timber Sale Haul Route

S12, T20N, R27W



Legend

- Haul_Route
- Roads Plum Creek Layer
- Unit 1, 46 ac

Montana DNRC
Trust Land Management Division
Northwestern Land Office
Plains Unit, 2011

