



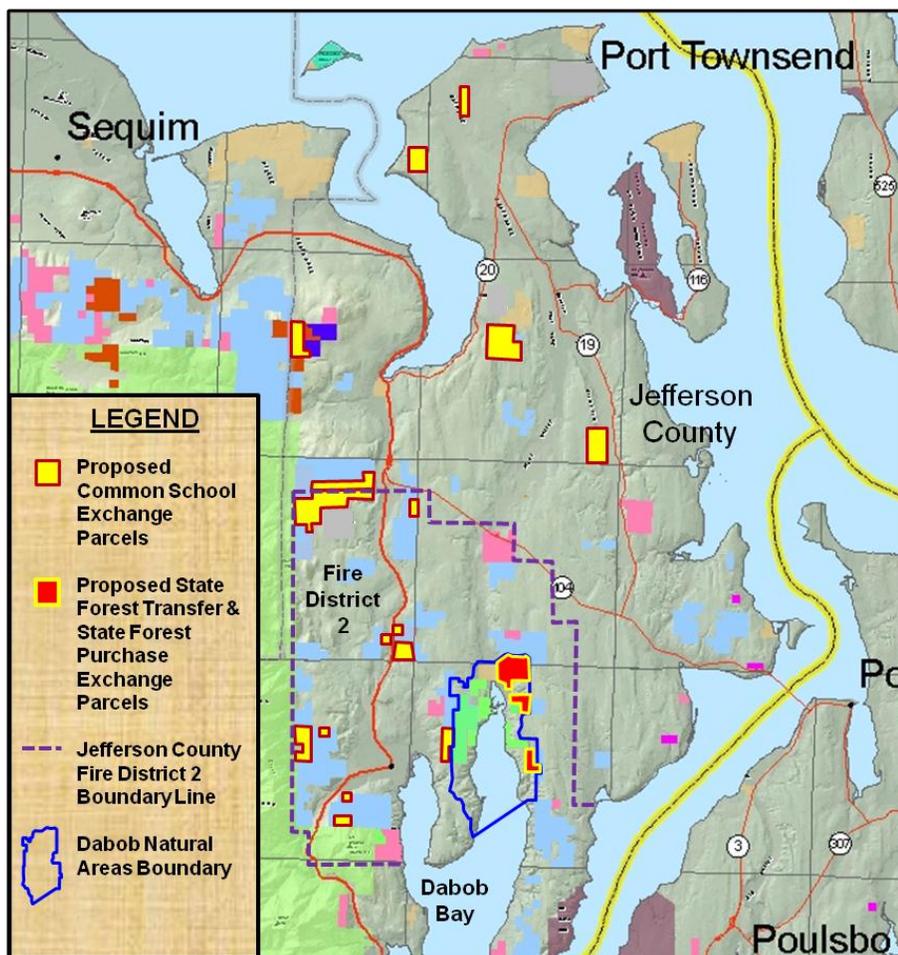
## Dabob Bay Phase 2 Inter-trust Exchange

### TRUST DESIGNATIONS OF STATE FOREST TRANSFER AND STATE FOREST PURCHASE LANDS TO BE EXCHANGED FOR COMMON SCHOOL TRUST LAND DESIGNATIONS

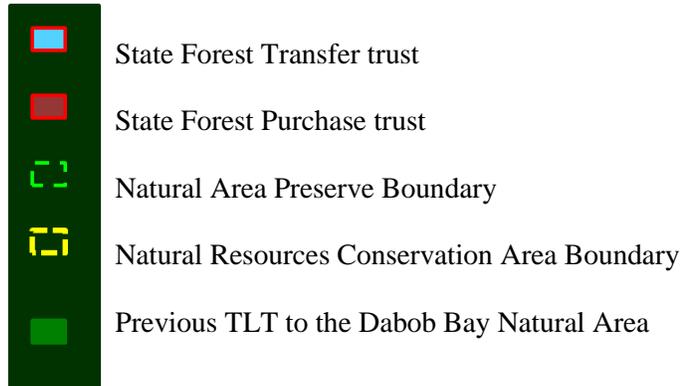
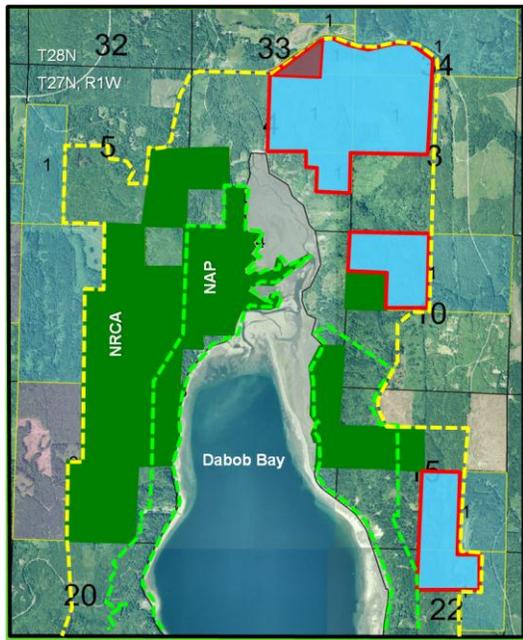
The Inter-trust Exchange is an exchange of State Trust designations. Properties designated State Forest Transfer trust and State Forest Purchase trust are proposed to be exchanged for properties designated Common School Trust. All parcels involved in this inter-trust exchange are located in Jefferson County.

#### Purpose of the Inter-trust Exchange

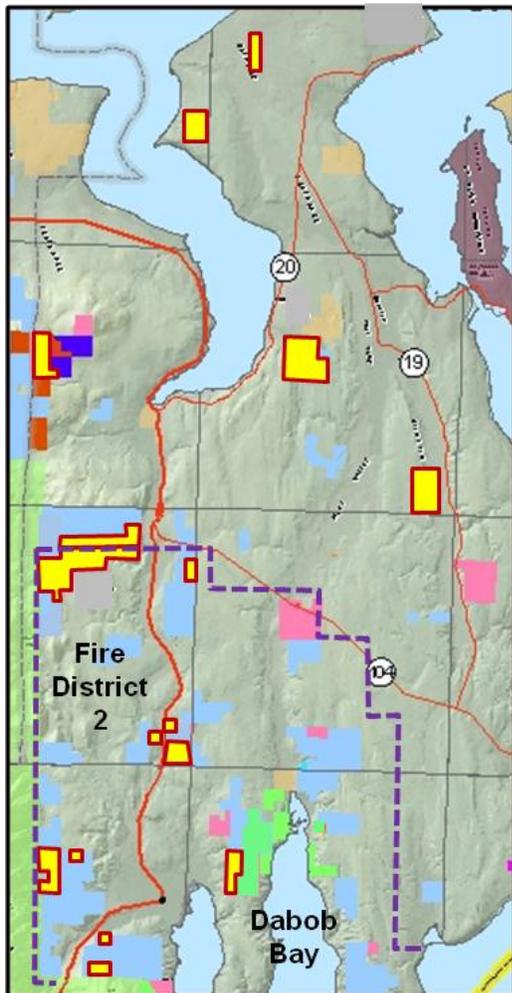
Legislation requires that only Common School Trust property is eligible for transfer by the Trust Land Transfer (TLT) Program. Phase 2 of the Dabob Bay TLT to Natural Resources Conservation Area (NRCA) is authorized under 2009-2011 TLT legislation. The selected parcels currently consist of State Forest Transfer trust and State Forest Purchase trusts and must be exchanged for equal-valued Common School Trust property before transfer can take place. The Common School Trust property so exchanged will then become State Forest Transfer trust and State Forest Purchase trust lands and be managed to benefit their respective beneficiaries.



## State Forest Transfer and State Forest Purchase Trust Exchange Properties



## Proposed Common School Trust Exchange Properties



Not all Common School Trust property proposed as candidates for the exchange will be used in the exchange. Based on appraised fair-market values, only equal-valued portions of the proposed candidate Common School Trust properties will be used to balance the exchange.

Any remaining parcels not used in the exchange will remain in the Common School Trust and be managed for the Common School Trust beneficiaries.