



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY

NOTICE OF SALE OF STUMPAGE ON STATE LANDS IN THE FOLLOWING AREA:
AITKIN AREA

STATUS: COMPLETED
INTERMEDIATE AUCTION - SALE #2
SEALED BID

Notice is hereby given that I offered for sale by sealed bid auction, timber belonging to the State of Minnesota. Bid forms were required to be submitted at the address listed on the bid form prior to 2:00 PM on Friday, June 10, 2016. All tracts were awarded at the Long Lake Conservation Center at 8:45 AM on June 13, 2016 in Palisade, MN.

All of the timber offered was SFI and FSC certified.

The following pages list the lands upon which the timber was located, the estimated quantities of timber offered, the appraised prices, and the bid prices.



The resource management of the Minnesota DNR's state forests and wildlife management areas meets the objectives of the SFI ® program (Certificate No. NSF-SFI-FM-6Y921) and the principles of the FSC ® certification standard (Certificate No. SCS-FM/COC-00088N).

FSC
100%



MINNESOTA DEPARTMENT OF NATURAL RESOURCES
DIVISION OF FORESTRY
INTERMEDIATE AUCTION
SEALED BID TIMBER SALE
AITKIN AREA

**SEALED BIDS MUST BE RECEIVED PRIOR TO
2:00 PM on June 10, 2016**

**Bids will be awarded at the following location:
Long Lake Conservation Center at 8:45 AM on June 13, 2016 in Palisade, MN**

TERMS OF SALE

- This auction sale will be held according to Minnesota Statutes Sections 90.101 and 90.14. Timber shall be offered and sold by the same unit of measure as it was appraised. Sale shall be made to the responsible bidder who bids the highest price for all timber species advertised for bidding on each tract. Bids must be submitted on bid forms provided by the State, each bid must be sealed in a separate envelope, the envelope must be clearly marked with the tract number and bidder's name on the outside of the envelope. Bid forms may be obtained from the Forestry Area Office(s) listed above. Bids may be submitted by mail or in person at any time during regular business hours prior to the bid submission deadline (June 10, 2016). Any or all bids may be rejected and sales canceled for good and sufficient reasons.

REGISTRATION AND ELIGIBLE BIDDERS

- Interested persons must be registered at least four (4) business days prior to the auction by submitting an *Annual Timber Sales Purchaser Registration* form. No bid will be accepted from anyone having a delinquent timber sale account or trespass account or a willful timber trespass with any public agency in Minnesota, or from anyone who does not qualify as a Responsible Bidder as defined in Minnesota Statutes § 90.01 (12), or from anyone who has been debarred for cause by any public agency [M.S. § 90.041 (11)]. Purchase is limited to registered persons or companies with 30 or fewer employees. No bidder may purchase more than twenty-five (25) percent of the tracts offered on the first round of bidding. Purchases or attempts to purchase tracts beyond the twenty-five (25) percent limit will result in the forfeiture of the down payment and loss of the tract.

ADVANCE PAYMENT

- The advance payment of fifteen (15) percent of the appraised value of the timber is due within fourteen (14) days from the bid award date. Advance payments will not be accepted with the bid. Failure to provide the advance payment within 14 days of the bid opening date will result in forfeiture of the permit and the purchaser will be held liable for the advance payment. The successful bidders's advance payment will be kept on deposit by the State and applied against any billings for timber.

BID GUARANTEE

- For any bid increase in excess of \$10,000 of the appraised price, a bid guarantee equal to fifteen (15) percent of the total bid price of the timber less the down payment amount is required at the time the permit is signed. If the bid guarantee is not submitted with the signed permit, the permit cancels, and the down payment forfeits to the State. If the permit holder fails to execute an effective permit, the bid guarantee payment forfeits to the State.

PURCHASER AND LOGGER QUALIFICATIONS AND OPERATIONS REQUIREMENTS

- The purchaser or the purchaser's agents, employees, subcontractors, and assigns conducting logging operations on a timber permit must comply with the general industry safety standards for logging (e.g., LogSafe) adopted by the Commissioner of Labor and Industry and provide proof of compliance with these standards. The purchaser or the purchaser's agents, employees, subcontractors, and assigns conducting logging operations on a timber permit must comply with the State of Minnesota mandatory insurance requirements before harvest operations begin. A *Certification of Compliance with the Minnesota Workers' Compensation Law* form must be submitted each year. Before the start of harvest operations, the purchaser must certify that a designated foreperson, who will be supervising active logging operations, has a current certificate of completion from a logger education program (e.g., MLEP or FISTA) approved by the Commissioner of Natural Resources.

SECURITY REQUIRED

- The purchaser must furnish security equal to the total bid value of the permit, LESS the amount paid as an advance payment and bid guarantee. Security can be furnished in the following forms: Corporate surety bond, certified check, cashier's check, personal check, money order, or by signing a Cutting Block Payment Agreement for individual cutting blocks, at least one business day prior to the start of any permit operations. If the purchaser elects to receive a refund of the advance payment and bid guarantee, they must furnish security in a form described above, for one hundred (100) percent of the total bid value of the timber purchased. If the deferred cash payment for cutting blocks is selected, the advance payment and bid guarantee WILL NOT be refunded. If the purchaser elects to secure a permit by prepayment of cutting block(s), they must make a written request on a form provided by the state. No harvesting is permitted until proper security has been furnished to and approved by the Commissioner of Natural Resources or his agent.

PERMIT TERMS

- A permit to harvest and remove the timber from state lands will be issued to the purchaser. NO permit shall be issued to anyone other than the purchaser in whose name the bid was made. All timber purchased on the permit must be harvested prior to the permit expiration date. All permits provide for the continuous identification of timber from the time of cutting until delivery to the consumer. Failure to continuously identify the timber as specified in the permit shall constitute trespass. Also, please note all harvest specifications on each tract being sold. Only one Regular Extension is permitted for exceptional circumstances. An annual interest rate of 5 percent may be charged on a regular extension for the period of the extension.

UNSOLD TRACTS

- On the next regular business day (8:00 AM - 4:30 PM, Monday - Friday, except holidays) after the date of the auction sale, unsold tracts may be available for over-the-counter purchase at the appraised price for a period of no more than one year. Unless canceled for reoffer at an earlier date, unsold tracts will be available until June 10, 2017, at the following Area Headquarters: Aitkin Area. Beginning 30 days after the auction date, an unsold intermediate auction tract may be purchased by any registered responsible bidder, i.e., purchase is no longer limited to businesses with 30 or fewer employees.

TRACT X1

COUNTY: AITKIN

AREA: AITKIN AREA

ACRES: 83.9

Permit Number: X015107
Expiration Date: 05/31/2019

Purchased By: Simcoe & Habisch Logging
Address: 23693 Kestrel Avenue, Mcgrath, MN 56350

NESE,NWSE,SESE,SWSE of Section 6; NWSW of Section 5 - Township 44, Range 22W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 100	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	WOODSRUN CORDWOOD	620.00	Cd	21.68	13,441.60	43.36	26,883.20
+ NORWAY PINE	WOODSRUN MIXED PRODUCTS	615.00	Cd	17.17	10,559.55	34.34	21,119.10
WHITE SPRUCE	WOODSRUN CORDWOOD	13.00	Cd	13.60	176.80	13.60	176.80
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$24,177.95	BID TOTAL = \$ 48,179.10
				ADVANCE PAYMENT =		\$3,626.69	

Optional Timber (may be purchased with an Added Timber Agreement):

ANY LISTED SPECIES BIOMASS 328.80 Tons 1.00 328.80

Mixed Product Description:

Norway Pine Woodsrun Mixed Products includes: Bolts 20%; Pulpwood 80%.

Season of Operations:

- Conduct sale operations on dry / frozen soil conditions only, except with written permission from State.
- Operate during non-rutting soil conditions. Refer to DNR rutting guidelines.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Average Red Pine is 12" and is 4 sticks
Average Aspen is 11" and is 5 sticks
Average White Spruce is 9" and is 3 sticks

appraised by B. King

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: 0%
Operational Constraints: 0%
Other Price Factor: 0%

Appraiser:

Andrew J. Kett

TRACT X2

COUNTY: AITKIN

AREA: AITKIN AREA

ACRES: 19.0

Permit Number: X015108
Expiration Date: 05/31/2019

Purchased By:
Address:

UNSOLD

SWSE of Section 6 - Township 45, Range 22W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	70.00	Cd	17.31	1,211.70	17.31	1,211.70
+ PAPER BIRCH	WOODSRUN CORDWOOD	35.00	Cd	8.16	285.60	8.16	285.60
BALSAM FIR	WOODSRUN CORDWOOD	21.00	Cd	10.20	214.20	10.20	214.20
ASH	WOODSRUN CORDWOOD	7.00	Cd	4.76	33.32	4.76	33.32

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$1,744.82	BID TOTAL = \$	1,744.82
ADVANCE PAYMENT =	\$261.72		

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 1%; Largetooth Aspen 1%; Trembling Aspen 98%.

Marketing Conditions:

Aspen avg. size is 12"dbh and 6 sticks.
Birch avg. size is 11"dbh and 5 sticks.

Optional timber (harvest only trees > 8"dbh):
Balsam Fir avg. size is 9"dbh and 4 sticks.
Ash avg. size is 10"dbh and 5 sticks.

If State access is used, a portable-type bridge or snow bridge must be used to cross stream.

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: -10%
Operational Constraints: -10%
Other Price Factor: 0%

Appraiser:

Andrew J. Kett

TRACT X3

COUNTY: AITKIN

AREA: AITKIN AREA

ACRES: 77.0

Permit Number: X015109
Expiration Date: 05/31/2019

Purchased By: Great Northern Logging Inc.
Address: 33403 - 143rd St, Pierz, MN 56364

NWSW,SWNW of Section 30 - Township 45, Range 24W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 35	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORTHERN HARDWOODS	WOODSRUN MIXED PRODUCTS	456.00	Cd	14.15	6,452.40	19.10	8,709.60
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =	\$6,452.40	BID TOTAL = \$	8,709.60
				ADVANCE PAYMENT =	\$967.86		

Mixed Species Description:

Northern Hardwoods Woodsrun Mixed Products includes: Ash 5%; Basswood 7%; Paper Birch 7%; Red Maple 29%; Red Oak 48%; Trembling Aspen 4%.

Mixed Product Description:

Northern Hardwoods Woodsrun Mixed Products includes: Bolts 30%; Pulpwood 70%.

Season of Operations:

- Conduct sale operations on frozen soil conditions only, except with written permission from State.

Sale Conditions:

- Access is across State and County land.

Marketing Conditions:

Sale is 8 cords per acre good quality hardwood marking 2 miles north of Malmo off of 240th.

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: 0%
Operational Constraints: 0%
Other Price Factor: 0%

Appraiser:

Glendon G. Nyberg

TRACT X4

COUNTY: AITKIN

AREA: AITKIN AREA

ACRES: 104.8

Permit Number: X015110
Expiration Date: 05/31/2019

Purchased By: CTP Chipping Inc.
Address: 53778 Fir Lane, Sandstone, MN 55072

NENE,NENW,NWNE,SENE,SWNE of Section 9 - Township 45, Range 26W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 105	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	812.00	Cd	23.85	19,366.20	48.89	39,698.68
+ MAPLE SPECIES	WOODSRUN CORDWOOD	446.00	Cd	11.22	5,004.12	23.00	10,258.00
+ WHITE SPRUCE	WOODSRUN CORDWOOD	349.00	Cd	18.87	6,585.63	38.68	13,499.32
+ OAK SPECIES	WOODSRUN MIXED PRODUCTS	345.00	Cd	17.79	6,137.55	36.47	12,582.15
BASSWOOD	WOODSRUN CORDWOOD	129.00	Cd	9.35	1,206.15	9.35	1,206.15
ASH	WOODSRUN CORDWOOD	120.00	Cd	6.55	786.00	6.55	786.00
WHITE PINE	WOODSRUN MIXED PRODUCTS	70.00	Cd	11.67	816.90	11.67	816.90
PAPER BIRCH	WOODSRUN CORDWOOD	22.00	Cd	11.22	246.84	11.22	246.84

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$40,149.39 BID TOTAL = \$ 79,094.04
ADVANCE PAYMENT = \$6,022.41

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Largetooth Aspen 75%; Trembling Aspen 25%.
Maple Species Woodsrun Cordwood includes: Red Maple 90%; Sugar Maple 10%.
Oak Species Woodsrun Mixed Products includes: Bur Oak 15%; Red Oak 85%.

Mixed Product Description:

Oak Species Woodsrun Mixed Products includes: Pulpwood 87%; Sawtimber 13%.
White Pine Woodsrun Mixed Products includes: Bolts 10%; Pulpwood 57%; Sawtimber 33%.

Season of Operations:

- Conduct sale operations on dry or frozen soil conditions only, except with written permission from State.

Sale Conditions:

- Access is across State land.

Marketing Conditions:

Dry summer logging chance
An additional 129 cords of Black Ash is available with an added timber agreement
Aspen averages 10 inches and 6 sticks

Price Adjustments:

Road Construction Costs: +5%
Haul Distance to Nearest Mill: 0%
Stand Density: +5%
Operational Constraints: 0%
Other Price Factor: 0%

Appraiser:

Brian N. Leitinger

TRACT X5

COUNTY: AITKIN

AREA: AITKIN AREA

ACRES: 33.5

Permit Number: X015111

Purchased Over-the-Counter Date: 06/14/2016

Expiration Date: 05/31/2019

Purchased By: Sandstrom Logging

Address: 12145 Garret Rd, Floodwood, MN 55736

NENE,NENW,NWNE,SENW,SWNW of Section 22 - Township 50, Range 22W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 0	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ NORTHERN HARDWOODS	WOODSRUN CORDWOOD	312.00	Cd	11.00	3,432.00	11.00	3,432.00
+ BLACK SPRUCE	WOODSRUN CORDWOOD	176.00	Cd	13.60	2,393.60	13.60	2,393.60
TAMARACK	WOODSRUN CORDWOOD	8.00	Cd	5.10	40.80	5.10	40.80
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		BID TOTAL = \$	
						5,866.40	
				ADVANCE PAYMENT =			
						879.96	

Optional Timber (may be purchased with an Added Timber Agreement):

ANY LISTED SPECIES BIOMASS 328.00 Tons 1.00 328.00

Mixed Species Description:

Northern Hardwoods Woodsrun Cordwood includes: Ash 1%; Basswood 28%; Paper Birch 12%; Red Maple 23%; Red Oak 3%; Sugar Maple 23%; Trembling Aspen 10%.

Season of Operations:

- Conduct sale operations on dry/frozen soil conditions only, except with written permission from State.

Sale Conditions:

- Access is across state and private land.
- Permission to cross private land has already been obtained by state through means of a prescriptive easement.

Marketing Conditions:

- Average maple is 3 sticks.
- Average maple diameter is 10 inches.
- Average black spruce is 2-3 sticks.
- Average black spruce diameter is 6-7 inches.

Price Adjustments:

- Road Construction Costs: 0%
- Haul Distance to Nearest Mill: 0%
- Stand Density: 0%
- Operational Constraints: 0%
- Other Price Factor: 0%

Appraiser:

Michael Ryan Kobberdahl

TRACT X6

COUNTY: AITKIN

AREA: AITKIN AREA

ACRES: 82.0

Permit Number: X015112
Expiration Date: 05/31/2019

Purchased By: CTP Chipping Inc.
Address: 53778 Fir Lane, Sandstone, MN 55072

GL02, GL03, GL04, GL05, SENW of Section 6 - Township 50, Range 23W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 150	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	1,800.00	Cd	22.76	40,968.00	56.90	102,420.00
NORTHERN HARDWOODS	WOODSRUN CORDWOOD	105.00	Cd	10.71	1,124.55	10.71	1,124.55
WHITE SPRUCE	WOODSRUN CORDWOOD	100.00	Cd	14.28	1,428.00	14.28	1,428.00
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$43,520.55	BID TOTAL = \$ 104,972.55
				ADVANCE PAYMENT =		\$6,528.08	

Optional Timber (may be purchased with an Added Timber Agreement):

ANY LISTED SPECIES BIOMASS 940.00 Tons 1.00 940.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Largetooth Aspen 5%; Trembling Aspen 95%.
Northern Hardwoods Woodsrun Cordwood includes: Paper Birch 86%; Red Maple 14%.

Marketing Conditions:

Average aspen height is 6 sticks.
Average aspen diameter is 12 inches.
Average spruce height is 3 sticks.
Average spruce diameter is 6 inches.
Aspen was cruised by Doug Llyod.
Spruce was cruised by Michael Kobberdahl and Derek Wagner.

Price Adjustments:

Road Construction Costs: +5%
Haul Distance to Nearest Mill: 0%
Stand Density: 0%
Operational Constraints: 0%
Other Price Factor: 0%

Appraiser:

Michael Ryan Kobberdahl

TRACT X7

COUNTY: AITKIN

AREA: AITKIN AREA

ACRES: 73.0

Permit Number: X015113
Expiration Date: 05/31/2019

Purchased By: Michael H. Rieger
Address: 61559 Co. Road 26, Northome, MN 56661

NENE,NWNE,SENW,SWNE of Section 29; NWNW,SWNW of Section 28 - Township 50, Range 26W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 116	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ TREMBLING ASPEN	WOODSRUN CORDWOOD	1,470.00	Cd	24.93	36,647.10	53.85	79,159.50
* PAPER BIRCH	WOODSRUN MIXED PRODUCTS	105.00	Cd	12.51	1,313.55	12.51	1,313.55
* MAPLE SPECIES	WOODSRUN CORDWOOD	80.00	Cd	11.73	938.40	11.73	938.40
+ BID SPECIES	* SOLD ON APPRAISED VOLUME			APPRAISED TOTAL =	\$38,899.05	BID TOTAL = \$	81,411.45
				ADVANCE PAYMENT =	\$5,834.86		

Optional Timber (may be purchased with an Added Timber Agreement):

* ANY LISTED SPECIES BIOMASS 210.00 Tons 1.00 210.00

Mixed Species Description:

Maple Species Woodsrun Cordwood includes: Red Maple 80%; Sugar Maple 20%.

Mixed Product Description:

Paper Birch Woodsrun Mixed Products includes: Bolts 10%; Pulpwood 90%.

Season of Operations:

- Most of the sale is dry summer access.

Landings Roads and Trails:

- Road right of way crossing approval from Aitkin County Highway Department may be required.

Marketing Conditions:

Aspen is 13" dbh and 7 sticks.
Birch is 10" dbh and 4-5 sticks
Maple is 8-9" dbh and 3-4 sticks
Most of the sale is summer access off Aitkin Co. Rd. 68.
TSA Jeff Nelson

Price Adjustments:

Road Construction Costs: +10%
Haul Distance to Nearest Mill: 0%
Stand Density: +5%
Operational Constraints: 0%
Other Price Factor: 0%

Appraiser:

Jeffrey S. Nelson

TRACT X8

COUNTY: AITKIN

AREA: AITKIN AREA

ACRES: 86.0

Permit Number: X015114
Expiration Date: 05/31/2019

Purchased By:
Address:

UNSOLD

NESE,SESE of Section 20; NENW,NWNW of Section 28;
NENW,NESW,NWNW,NWSW,SENW,SESW,SWNW,SWSW of Section 21 - Township 51, Range 24W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID: _____		
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE	
+	BLACK SPRUCE	WOODSRUN CORDWOOD	1,280.00	Cd	13.60	17,408.00	13.60	17,408.00
	BLACK SPRUCE	MISCELLANEOUS	145.00	Cd	13.60	1,972.00	13.60	1,972.00
	TAMARACK	WOODSRUN CORDWOOD	145.00	Cd	5.10	739.50	5.10	739.50
*	ANY LISTED SPECIES	BIOMASS	750.00	Tons	1.00	750.00	1.00	750.00

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL =	\$20,869.50	BID TOTAL = \$	20,869.50
ADVANCE PAYMENT =	\$3,130.43		

Marketing Conditions:

Black spruce is 3-4 sticks and 6" DBH.
Tamarack is 4 sticks and 7" DBH
Winter roads are in place.
Sale is located south off the end of the Pokegema Creek Road.

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: 0%
Operational Constraints: 0%
Other Price Factor: 0%

Appraiser:

Jeffrey S. Nelson

(Appraisal ID 11864-2; Cutting Block ID 13856-3)

TRACT X9

COUNTY: AITKIN

AREA: AITKIN AREA

ACRES: 44.0

Permit Number: X015115
Expiration Date: 05/31/2019

Purchased By: Croatt Enterprises Inc.
Address: PO Box 821087 State 6 NE, Outing, MN 56662

GL01,SENE of Section 4; GL04,NESW,NWSW,SENW,SWNW of Section 3 - Township 51, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 20	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ ASPEN SPECIES	WOODSRUN CORDWOOD	500.00	Cd	21.76	10,880.00	26.11	13,055.00
+ PAPER BIRCH	WOODSRUN CORDWOOD	110.00	Cd	10.71	1,178.10	12.85	1,413.50
+ BID SPECIES * SOLD ON APPRAISED VOLUME				APPRAISED TOTAL =		\$12,058.10	BID TOTAL = \$ 14,468.50
				ADVANCE PAYMENT =		\$1,808.72	

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Balm of Gilead 25%; Trembling Aspen 75%.

Season of Operations:

- This is winter wood.

Sale Conditions:

- Access is across state land.

Marketing Conditions:

Aspen and balm of gilead is 6-7Sticks and 13" diameter.
Birch is 4-5 sticks and 10" diameter.
This sale is winter wood.
TSA Jeff Nelson.

Price Adjustments:

Road Construction Costs: +10%
Haul Distance to Nearest Mill: 0%
Stand Density: -5%
Operational Constraints: 0%
Other Price Factor: 0%

Appraiser:

Jeffrey S. Nelson

TRACT X10

COUNTY: AITKIN

AREA: AITKIN AREA

ACRES: 61.0

Permit Number: X015116
Expiration Date: 05/31/2019

Purchased By: McFadden Enterprises LLC
Address: 33661 State Hwy 46, Deer River, MN 56636

GL03,NENW,NESW,NWNE,SEW,SWNE of Section 19 - Township 52, Range 25W.

SPECIES	PRODUCT	VOLUME	UNIT	APPRAISED		BID %: 3	
				UNIT PRICE	\$ VALUE	UNIT PRICE	\$ VALUE
+ BASSWOOD	WOODSRUN MIXED PRODUCTS	670.00	Cd	9.63	6,452.10	9.92	6,646.40
+ MAPLE SPECIES	WOODSRUN CORDWOOD	460.00	Cd	8.67	3,988.20	8.93	4,107.80
+ ASPEN SPECIES	WOODSRUN CORDWOOD	120.00	Cd	18.43	2,211.60	18.98	2,277.60
+ RED OAK	WOODSRUN MIXED PRODUCTS	115.00	Cd	17.38	1,998.70	17.90	2,058.50
ASH	WOODSRUN CORDWOOD	10.00	Cd	5.06	50.60	5.06	50.60
YELLOW BIRCH	WOODSRUN CORDWOOD	10.00	Cd	8.67	86.70	8.67	86.70

+ BID SPECIES * SOLD ON APPRAISED VOLUME

APPRAISED TOTAL = \$14,787.90
ADVANCE PAYMENT = \$2,218.19
BID TOTAL = \$ 15,227.60

Optional Timber (may be purchased with an Added Timber Agreement):

ANY LISTED SPECIES BIOMASS 740.00 Tons 1.00 740.00

Mixed Species Description:

Aspen Species Woodsrun Cordwood includes: Largetooth Aspen 10%; Trembling Aspen 90%.
Maple Species Woodsrun Cordwood includes: Red Maple 5%; Sugar Maple 95%.

Mixed Product Description:

Basswood Woodsrun Mixed Products includes: Bolts 30%; Pulpwood 65%; Sawtimber 5%.
Red Oak Woodsrun Mixed Products includes: Bolts 20%; Pulpwood 70%; Sawtimber 10%.

Marketing Conditions:

Basswood averages 10-14" DBH and 5-6 stick
Maple averages 8-12" DBH and 4 stick
Aspen averages 10" DBH and 6 stick
Red oak averages 15-20" DBH and 5 stick

15% discount due to reoffer

1.5 miles East of Hill City on Hwy 200 then 1 mile south to Annie Dagle Forest Road.

Additional cruiser Matt Huesby

Price Adjustments:

Road Construction Costs: 0%
Haul Distance to Nearest Mill: 0%
Stand Density: 0%
Operational Constraints: 0%
Other Price Factor: -15% (Reoffer)

Appraiser:

Krista M. Starn

Harvest specifications and additional information about each tract may be obtained upon request from the following
DNR Area Forestry Office:

AITKIN AREA

The right is reserved to reject any and all bids.

For the Commissioner
MINNESOTA DEPARTMENT OF NATURAL RESOURCES

By: _____
Authorized Signature
Division Of Forestry
Dated: June 10, 2016

- SUMMARY SHEET -

06/10/2016 INTERMEDIATE AUCTION - SALE #2

COMPLETED - DATA AS OF 12/26/2017

AITKIN AREA

SUMMARY FOR SOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	SOLD AVERAGE UNIT PRICE	TOTAL SOLD \$ VALUE
WOODSRUN MIXED PRODUCTS	PAPER BIRCH	105.00	Cd	12.51	1,313.55
	NORTHERN HARDWOODS	456.00	Cd	19.10	8,709.60
	BASSWOOD	670.00	Cd	7.44	4,984.80
	OAK SPECIES	345.00	Cd	36.47	12,582.15
	RED OAK	115.00	Cd	13.43	1,544.45
	WHITE PINE	70.00	Cd	11.67	816.90
	NORWAY PINE	615.00	Cd	34.34	21,119.10
WOODSRUN CORDWOOD	ASH	130.00	Cd	6.34	824.00
	ASPEN SPECIES	3,232.00	Cd	17.26	55,790.48
	TREMBLING ASPEN	2,090.00	Cd	50.74	106,042.70
	PAPER BIRCH	132.00	Cd	12.69	1,675.64
	MAPLE SPECIES	986.00	Cd	14.48	14,278.40
	NORTHERN HARDWOODS	417.00	Cd	8.23	3,432.00
	BASSWOOD	129.00	Cd	9.35	1,206.15
	YELLOW BIRCH	10.00	Cd	6.50	65.00
	WHITE SPRUCE	462.00	Cd	29.60	13,676.12
	BLACK SPRUCE	176.00	Cd	13.60	2,393.60
	TAMARACK	8.00	Cd	5.10	40.80
BIOMASS	ANY LISTED SPECIES (optional)	2,546.80	Tons	-	0.00

TOTAL SOLD TRACTS CONVERTED TO CORDS: 10,148.00
TOTAL APPRAISED DOLLAR VALUE OF SOLD TRACTS: \$ 185,911.74
TOTAL BID-UP DOLLAR VALUE OF SOLD TRACTS: \$ 356,551.37
TOTAL ACRES SOLD: 559.2
SOLD TRACT NUMBERS: 1, 3, 4, 5, 6, 7, 9, 10
TOTAL NUMBER OF TRACTS SOLD: 8

SUMMARY FOR UNSOLD TRACTS

PRODUCT	SPECIES	TOTAL VOLUME	UNIT	APPRAISED AVERAGE UNIT PRICE	APPRAISED \$ VALUE
WOODSRUN CORDWOOD	ASH	7.00	Cd	4.76	33.32
	ASPEN SPECIES	70.00	Cd	17.31	1,211.70
	PAPER BIRCH	35.00	Cd	8.16	285.60
	BALSAM FIR	21.00	Cd	10.20	214.20
	BLACK SPRUCE	1,280.00	Cd	13.60	17,408.00
	TAMARACK	145.00	Cd	5.10	739.50
MISCELLANEOUS CORDWOOD	BLACK SPRUCE	145.00	Cd	13.60	1,972.00
BIOMASS	ANY LISTED SPECIES	750.00	Tons	1.00	750.00

TOTAL UNSOLD TRACTS CONVERTED TO CORDS: 1,703.00
TOTAL APPRAISED DOLLAR VALUE OF UNSOLD TRACTS: \$ 22,614.32
TOTAL ACRES UNSOLD: 105.0
UNSOLD TRACT NUMBERS: 2, 8
TOTAL NUMBER OF TRACTS UNSOLD: 2