

THE PLAN

2. It is the plan of this adventure to sell timber and then land and to apply all net proceeds of sales to the Joint-Venturers in proportion to the interest of shares of each.

ASSESSMENTS

3. It is understood that there will be a need for funds to pay taxes, expense of survey, timber cruise, and trust administration. In anticipation of the need for such funds, a Committee of Joint-Venturers (consisting initially of McLain Hall and any two others designated by him) will determine the approximate amount needed. This Committee will advise the Trustee as to the assessment required for such purposes. The Trustee will then assess each Joint-Venturer in proportion to his interest or share in the adventure. Upon notice of assessment each Joint-Venturer will promptly remit to the Trustee. The Trustee will not be responsible for collections of assessments (other than the notice) and will not be required to make payments beyond funds received. Upon the failure of any Joint-Venturer to pay his assessment within 20 days, any other Joint-Venturer may make such payment in his stead to avoid a shortage. The Trustee will charge the account of the delinquent Joint-Venturer with the amount of such payment plus a penalty of 10% per annum and pay the same to party making up the shortage out of distribution otherwise due to delinquent Joint-Venturer. At any time the membership of the Committee of three Joint-Venturers herein above mentioned may be changed by the majority in interest of the Joint-Venturers, however no change will be effective until after written notice signed by a majority in interest and naming successors shall have been received by the Trustee.

TITLE AND DURATION OF THE TRUST

4. The Trustee shall hold title to the Trust property, shall make conveyances of timber and the land and upon termination of the Trust will distribute any funds and property remaining in the Trust Estate to the Joint-Venturers in proportion to the interest of each of them. The termination of this Trust shall be at the expiration of 7 years or upon the completion of the sale of all the property and distribution of all assets which constitutes the Trust Estate, whichever shall first occur. No sale shall be deemed completed until all proceeds of sale shall have been collected and disbursed.