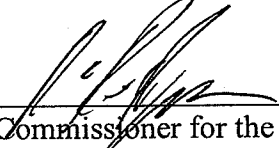


This is **Exhibit "D"** referred to in the Affidavit #1 of Jyotika Reddy made before me at Vancouver, British Columbia this 31<sup>st</sup> day of January 2012.



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A Commissioner for the taking Affidavits  
for British Columbia

**ALTA Loan Policy 2006**  
**POLICY OF TITLE INSURANCE**  
**ISSUED BY**  
**Lawyers Title Insurance Corporation**  
**SCHEDULE A**

Loan Number:

Address Reference: Navajo County, AZ

Date of Policy: **March 10, 2010 at Fee Nos. 2010-03809, 2010-03810, 2010-03811, 2010-03812, 2010-03813, 2010-03814**

2. The estate or interest in the Land that is encumbered by the Insured Mortgage is:  
**A fee, as to Parcel Nos. 1 through 47 inclusive and Parcel 42A; an Easement interest, as to Parcels 48 through 61 inclusive; Rights of way interest over State Land, as set forth in EXHIBIT "C" (Nos. 1 through 6) attached hereto and made a part hereof, as to Parcels 62 through 69 inclusive; and a Leasehold Estate, as set forth in EXHIBIT "C" (Nos. 7 through 10) attached hereto and made a part hereof, as to Parcels 70 through 87 inclusive.**
3. Title is vested in:  
**The Apache Railway Company, an Arizona corporation, as to Parcel Nos. 40, 42A, 58, 59, 60, 61, 66, 67, 68, and 69; and**  
**Catalyst Paper (Snowflake) Inc., a Delaware corporation, as to the remainder of the parcels**
4. The Insured Mortgage and its assignments, if any, are described in Exhibit "A" attached hereto and made a part hereof.
5. The Land referred to in this policy is described as set forth in the insured mortgage, is situated in the County of Navajo, State of ARIZONA, and is identified as more particularly described in Exhibit "B" attached hereto and made a part hereof.
6. This policy incorporates by reference those ALTA endorsements selected below:  
**(SEE ATTACHED ENDORSEMENTS)**

**EXHIBIT "A"**

1. DEED OF TRUST AND FIXTURE FILING given to secure the original amount shown below, and any other amount payable under the terms thereof:

Amount	\$311,720,000.00
Dated	March 10, 2010
Recorded	March 10, 2010
Document No.	2010-03809
Trustor	Catalyst Paper (Snowflake) Inc., a Delaware corporation
Trustee	Stewart Title & Trust of Phoenix, Inc., a Delaware corporation
Beneficiary	Computershare Trust Company of Canada, in its capacity as collateral trustee for and on behalf of the other Secured Parties
(Parcels	1 through 39 and 41 through 57, 62 through 65)

2. DEED OF TRUST AND FIXTURE FILING given to secure the original amount shown below, and any other amount payable under the terms thereof:

Amount	\$311,720,000.00
Dated	March 10, 2010
Recorded	March 10, 2010
Document No.	2010-03810
Trustor	The Apache Railway Company, an Arizona corporation
Trustee	Stewart Title & Trust of Phoenix, Inc., a Delaware corporation
Beneficiary	Computershare Trust Company of Canada, in its capacity as collateral trustee for and on behalf of the other Secured Parties
(Parcels	40, 42A, 58 through 61, 66 through 69)

3. LEASEHOLD DEED OF TRUST AND FIXTURE FILING given to secure the original amount shown below, and any other amount payable under the terms thereof:

Amount	\$311,720,000.00
Dated	March 10, 2010
Recorded	March 10, 2010
Document No.	2010-03811
Trustor	Catalyst Paper (Snowflake) Inc., a Delaware corporation
Trustee	Stewart Title & Trust of Phoenix, Inc., a Delaware corporation
Beneficiary	Computershare Trust Company of Canada, in its capacity as collateral trustee for and on behalf of the other Secured Parties
(Parcel	70)

4. LEASEHOLD DEED OF TRUST AND FIXTURE FILING given to secure the original amount shown below, and any other amount payable under the terms thereof:

Amount	\$311,720,000.00
Dated	March 10, 2010
Recorded	March 10, 2010
Document No.	2010-03812
Trustor	Catalyst Paper (Snowflake) Inc., a Delaware corporation
Trustee	Stewart Title & Trust of Phoenix, Inc., a Delaware corporation
Beneficiary	Computershare Trust Company of Canada, in its capacity as collateral trustee for and on behalf of the other Secured Parties
(Parcels	71 through 80)

**EXHIBIT "A" Continued**

5. LEASEHOLD DEED OF TRUST AND FIXTURE FILING given to secure the original amount shown below, and any other amount payable under the terms thereof:

Amount	\$311,720,000.00
Dated	March 10, 2010
Recorded	March 10, 2010
Document No.	2010-03813
Trustor	Catalyst Paper (Snowflake) Inc., a Delaware corporation
Trustee	Stewart Title & Trust of Phoenix, Inc., a Delaware corporation
Beneficiary	Computershare Trust Company of Canada, in its capacity as collateral trustee for and on behalf of the other Secured Parties
(Parcels	81 through 86)

6. LEASEHOLD DEED OF TRUST AND FIXTURE FILING given to secure the original amount shown below, and any other amount payable under the terms thereof:

Amount	\$311,720,000.00
Dated	March 10, 2010
Recorded	March 10, 2010
Document No.	2010-03814
Trustor	Catalyst Paper (Snowflake) Inc., a Delaware corporation
Trustee	Stewart Title & Trust of Phoenix, Inc., a Delaware corporation
Beneficiary	Computershare Trust Company of Canada, in its capacity as collateral trustee for and on behalf of the other Secured Parties
(Parcel	87)

**SCHEDULE B - PART I**  
**Continued**

117. DEED OF TRUST AND FIXTURE FILING given to secure the original amount shown below, and any other amount payable under the terms thereof:

Amount	\$435,000,000.00 (Canadian)
Dated	July 25, 2008
Recorded	August 15, 2008
Document No.	2008-17183
Trustor	Catalyst Paper (Snowflake) Inc., a Delaware corporation
Trustee	Stewart Title & Trust of Phoenix, Inc., a Delaware corporation
Beneficiary	CIT Business Credit Canada Inc., owned equally by CIBC World Markets and CIT Group, in its capacity as Collateral Agent for itself and the Lenders and as Agent for and on behalf of the Derivatives Lenders

AS MODIFIED BY First Amendment to Deed of Trust and Fixture Filing:

Dated	March 10, 2010
Recorded	March 10, 2010
Document No.	2010-03803
(Affects	Parcel Nos. 1 through 39 inclusive, 41, 42, 43 through 57 inclusive, and 62 through 65 inclusive)

118. DEED OF TRUST AND FIXTURE FILING given to secure the original amount shown below, and any other amount payable under the terms thereof:

Amount	\$435,000,000.00 (Canadian)
Dated	July 25, 2008
Recorded	August 15, 2008
Document No.	2008-17184
Trustor	The Apache Railway Company, an Arizona corporation
Trustee	Stewart Title & Trust of Phoenix, Inc.
Beneficiary	The Canada Trust Company, a trust company amalgamated under the laws of Canada, in its capacity as trustee under the Trustee Deed

AS MODIFIED BY First Amendment to Deed of Trust and Fixture Filing:

Dated	March 10, 2010
Recorded	March 10, 2010
Document No.	2010-03804
(Affects	Parcel Nos. 40, 42A, 58, 59, 60, 61, 66, 67, 68 and 69)

**SCHEDULE B - PART I**  
**Continued**

119. LEASEHOLD DEED OF TRUST AND FIXTURE FILING given to secure the original amount shown below, and any other amount payable under the terms thereof:

Amount	\$435,000,000.00 (Canadian)
Dated	July 25, 2008
Recorded	August 15, 2008
Document No.	2008-17185
Trustor	Catalyst Paper (Snowflake) Inc., a Delaware corporation
Trustee	Stewart Title & Trust of Phoenix, Inc., a Delaware corporation
Beneficiary	CIT Business Credit Canada Inc., owned equally by CIBC World Markets and CIT Group, in its capacity as Collateral Agent for itself and the Lenders and as Agent for and on behalf of the Derivatives Lenders

AS MODIFIED BY First Amendment to Deed of Trust and Fixture Filing:

Dated	March 10, 2010
Recorded	March 10, 2010
Document No.	2010-03804
(Affects	Parcel No. 70)

120. LEASEHOLD DEED OF TRUST AND FIXTURE FILING given to secure the original amount shown below, and any other amount payable under the terms thereof:

Amount	\$435,000,000.00 (Canadian)
Dated	July 25, 2008
Recorded	August 15, 2008
Document No.	2008-17186
Trustor	Catalyst Paper (Snowflake) Inc., a Delaware corporation
Trustee	Stewart Title & Trust of Phoenix, Inc., a Delaware corporation
Beneficiary	CIT Business Credit Canada Inc., owned equally by CIBC World Markets and CIT Group, in its capacity as Collateral Agent for itself and the Lenders and as Agent for and on behalf of the Derivatives Lenders

AS MODIFIED BY First Amendment to Deed of Trust and Fixture Filing:

Dated	March 10, 2010
Recorded	March 10, 2010
Document No.	2010-03807
(Affects	Parcel Nos. 81 through 86 inclusive)

121. LEASEHOLD DEED OF TRUST AND FIXTURE FILING given to secure the original amount shown below, and any other amount payable under the terms thereof:

Amount	\$435,000,000.00 (Canadian)
Dated	July 25, 2008
Recorded	August 15, 2008
Document No.	2008-17187
Trustor	Catalyst Paper (Snowflake) Inc., a Delaware corporation
Trustee	Stewart Title & Trust of Phoenix, Inc., a Delaware corporation
Beneficiary	CIT Business Credit Canada Inc., owned equally by CIBC World Markets and CIT Group, in its capacity as Collateral Agent for itself and the Lenders and as Agent for and on behalf of the Derivatives Lenders

AS MODIFIED BY First Amendment to Deed of Trust and Fixture Filing:

Dated	March 10, 2010
Recorded	March 10, 2010
Document No.	2010-03808
(Affects	Parcel No. 87)

**SCHEDULE B - PART I**  
**Continued**

122. LEASEHOLD DEED OF TRUST AND FIXTURE FILING given to secure the original amount shown below, and any other amount payable under the terms thereof:

Amount	\$435,000,000.00 (Canadian)
Dated	July 25, 2008
Recorded	August 15, 2008
Document No.	2008-17188
Trustor	Catalyst Paper (Snowflake) Inc., a Delaware corporation
Trustee	Stewart Title & Trust of Phoenix, Inc., a Delaware corporation
Beneficiary	CIT Business Credit Canada Inc., owned equally by CIBC World Markets and CIT Group, in its capacity as Collateral Agent for itself and the Lenders and as Agent for and on behalf of the Derivatives Lenders

AS MODIFIED BY First Amendment to Deed of Trust and Fixture Filing:

Dated	March 10, 2010
Recorded	March 10, 2010
Document No.	2010-03806
(Affects	Parcel Nos. 71 through 80)

**EXHIBIT "B"**Parcel No. 1:

Section 21, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT oil gas and minerals as reserved in Deed recorded in Docket 134, page 218 and in Docket 134, page 221, records of Navajo County, Arizona.

Parcel No. 2:

Section 7, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all minerals as reserved in Patent from United States of America.

Parcel No. 3:

Section 8, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT oil, gas and minerals as reserved in Deed recorded in Docket 639, page 597, records of Navajo County, Arizona.

Parcel No. 4:

Section 17, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all minerals as reserved in Patent from United States of America; and

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 691, page 709, records of Navajo County, Arizona.

Parcel No. 5:

Tracts 4, 5, 11, 12, and 13, BAR J RANCHES, of Section 18, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, according to Book 6 of Land Surveys, page 78, records of Navajo County, Arizona;

EXCEPT all coal and other minerals as reserved in Patent from United States of America.

Parcel No. 6:

Section 30, Township 13 North, Range 20 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 639, page 545, records of Navajo County, Arizona; and

**EXHIBIT "B" Continued**

Except that portion of the Southeast quarter of said Section 30 lying South of Arizona Highway 277, as located on December 6, 1962 and conveyed in Docket 177, page 18; and

Except that portion conveyed in Docket 598, page 401, described as follows:

Commencing at a point on the East line of said Section 30, which point bears 0°24'52" West, 256.57 feet from the Southeast corner thereof;

Thence South 83°22'15" West, 177.97 feet;

Thence South 83°59'30" West, 922.01 feet;

Thence South 82°46'30" West, 189.80 feet to the East line of said Southwest quarter of the Southeast quarter of Section 30, and the point of ending;

Thence continuing South 82°46'30" West, 816.41 feet to the South line of said Southwest quarter of the Southeast quarter of Section 30 and the Point of Ending;

Except the portion conveyed in Docket 376, page 293 described as follows:

Beginning at the point of intersection of the existing southerly boundary line of the 66.00 foot right-of-way of State Highway 277, with the Easterly line of said Section 30, which point bears North 0°24'52" West, 98.81 feet from the Southeast corner thereof;

Thence South 83°22'15" West along said Southerly right-of-way line 182.31 feet;

Thence South 83°59'30" West, continuing along the right-of-way line 992.22 feet;

Thence South 82°46'30" West, continuing along said right of way line, 184.89 feet to the Westerly boundary line of the Southeast quarter of the Southeast quarter of said Section 30;

Thence South 0°01'32" West, along said Westerly boundary line 42.34 feet;

Thence South 82°46'30" West, 816.41 feet to the south line of said Section 30;

Thence North 89°51'03" West, along said South section line 1,562.60 feet;

Thence North 88°29'30" East 225.18 feet;

Thence along the arc of a curve to the left having a radius of 5,654.58 feet a distance of 546.18 feet;

Thence North 82°46'30" East, 1,770.11 feet;

Thence North 83°59'30" East, 992.79 feet;

Thence North 83°22'15" East, 193.49 feet to the aforesaid East line of Section 30;

Thence South 0°24'52" East, along said East section line a distance of 108.65 feet to the True Point of Beginning.

Parcel No. 7:

Section 29, Township 13 North, Range 21 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all minerals as reserved in Patent from United States of America.

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 134, page 218, and in Docket 134, page 221, records of Navajo County, Arizona.

Parcel No. 8:

Section 1, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona

EXCEPT all minerals as reserved in Patent from United States of America.

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 134, page 218, and in Docket 134, page 221, records of Navajo County, Arizona.

Parcel No. 9:

**EXHIBIT "B" Continued**

Section 2, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona,

EXCEPT all oil, gases and other hydrocarbon substances, helium or other substances of a gaseous nature, coal, metals, minerals, fossils and fertilizer of every name and description and except all uranium, thorium, or any other material which is or may be determined by the laws of the State of Arizona, the United States of America of decisions of courts to be peculiarly essential to the production of fissionable materials, whether or not of commercial value, as reserved in Section 37-231, Arizona Revised Statutes; and

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 134, page 218 and in Docket 134, page 221, records of Navajo County, Arizona.

Parcel No. 10:

Lots 1, 2 and the South half of the Northeast quarter and the Southeast quarter and the Southwest quarter of Section 3, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all minerals as reserved in Patent from United States of America; and

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 134, page 218, and in Docket 134, page 221, records of Navajo County, Arizona.

Parcel No. 11:

The Southeast quarter and the Southeast quarter of the Southwest quarter of Section 4, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all oil, gases and other hydrocarbon substances, helium or other substances of a gaseous nature, coal, metals, minerals, fossils and fertilizer of every name and description and except all uranium, thorium, or any other material which is or may be determined by the laws of the State of Arizona, the United States of America of decisions of courts to be peculiarly essential to the production of fissionable materials, whether or not of commercial value, as reserved in Section 37-231, Arizona Revised Statutes.

Parcel No. 12:

The Northeast quarter and the East half of the Northwest quarter and the East half of the Northwest quarter of the Northwest quarter and the Southwest quarter of the Northwest quarter and the Southeast quarter and the East half of the Southwest quarter and the Northwest quarter of the Southwest quarter and the East half of the Southwest quarter of the Southwest quarter of Section 9, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all minerals as reserved in Patent from United States of America.

Parcel No. 13:

The North half of Section 10, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all oil, gases and other hydrocarbon substances, helium or other substances of a gaseous nature, coal, metals, minerals, fossils and fertilizer of every name and description and except all uranium, thorium, or any other material which is or may be determined by the laws of the State of Arizona, the United States of America of decisions of courts to be peculiarly essential to the production of fissionable materials, whether or

**EXHIBIT "B" Continued**

not of commercial value, as reserved in Section 37-231, Arizona Revised Statutes.

Parcel No. 14:

The South half of Section 10, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all minerals as reserved in Patent from United States of America.

Parcel No. 15:

Section 11, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all minerals as reserved in Patent from United States of America; and

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 134, page 218, and in Docket 134, page 221, records of Navajo County, Arizona.

Parcel No. 16:

Section 12, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all oil, gases and other hydrocarbon substances, helium or other substances of a gaseous nature, coal, metals, minerals, fossils and fertilizer of every name and description and except all uranium, thorium, or any other material which is or may be determined by the laws of the State of Arizona, the United States of America of decisions of courts to be peculiarly essential to the production of fissionable materials, whether or not of commercial value, as reserved in Section 37-231, Arizona Revised Statutes.

Parcel No. 17:

The Northeast quarter and the Northwest quarter and the Southeast quarter of Section 13, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all minerals as reserved in Patent from United States of America; and

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 134, page 218, and in Docket 134, page 221, records of Navajo County, Arizona.

Parcel No. 18:

The North half of Section 14, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all oil, gases and other hydrocarbon substances, helium or other substances of a gaseous nature, coal, metals, minerals, fossils and fertilizer of every name and description and except all uranium, thorium, or any other material which is or may be determined by the laws of the State of Arizona, the United States of America of decisions of courts to be peculiarly essential to the production of fissionable materials, whether or not of commercial value, as reserved in Section 37-231, Arizona Revised Statutes.

Parcel No. 19:

The Northeast quarter and the North half of the Northwest quarter of Section 15, Township 14 North, Range

**EXHIBIT "B" Continued**

18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all minerals as reserved in Patent from United States of America; and

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 134, page 218, and in Docket 134, page 221, records of Navajo County, Arizona.

Parcel No. 20:

The North half of the North half of Section 25, Township 14 North Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all mineral as reserved in Patent from United States of America.

Parcel No. 21:

The South half of Section 25, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT Commencing the Northeast corner of the South half of said Section 25;  
Thence South 160 rods;  
Thence West 3 rods;  
Thence North 147 rods;  
Thence West 9 rods;  
Thence North 13 rods;  
Thence East 12 rods to the Point of Beginning;

EXCEPT all minerals as reserved in Patent from United States of America.

Parcel No. 22:

The West half of the Southwest quarter of Section 5, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT one half of the oil and gas rights as reserved in Deed recorded in Docket 34, page 269, records of Navajo County, Arizona; and

EXCEPT all mineral rights and one half of the oil and gas rights as reserved in Deed recorded in Docket 131, page 439, records of Navajo County, Arizona.

Parcel No. 23:

Section 6, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all oil and gas as reserved in Patent from United States of America.

Parcel No. 24:

Section 7, Township 14 North Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all mineral as reserved in Patent from United States of America.

**EXHIBIT "B" Continued**Parcel No. 25:

Section 8, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all coal and other minerals as reserved in Patent from United States of America; (as to the East half) and

EXCEPT all minerals and 1/2 interest in the oil, gas and minerals as reserved in Deed recorded in Docket 131, page 439, records of Navajo County, Arizona. (as to the West half)

Parcel No. 26:

Section 17, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 136, page 363, records of Navajo County, Arizona.

Parcel No. 27:

Section 18, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all oil, gases and other hydrocarbon substances, helium or other substances of a gaseous nature, coal, metals, minerals, fossils and fertilizer of every name and description and except all uranium, thorium, or any other material which is or may be determined by the laws of the State of Arizona, the United States of America or decisions of courts to be peculiarly essential to the production of fissionable materials, whether or not of commercial value, as reserved in Section 37-231, Arizona Revised Statutes. (as to Lots 1 and 2 and the East half of the Northwest quarter); and

EXCEPT one half interest in and to all of the oil, gas and other minerals conveyed in Deed recorded in Docket 95, page 441, records of Navajo County, Arizona. (as to Lots 3 & 4 and the East half of the Southwest quarter of the Southeast quarter of the Northeast quarter).

Parcel No. 28:

Section 19, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all minerals as reserved in Patent from United States of America.

Parcel No. 29:

The West half of Section 20, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 136, page 363, records of Navajo County, Arizona.

Parcel No. 30:

The Northwest quarter of Section 29, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

**EXHIBIT "B" Continued**

EXCEPT the Southeast quarter of the Southeast quarter of the Northwest quarter of said Section 29; and  
EXCEPT all minerals as reserved in Patent from United States of America.

Parcel No. 31:

Section 30, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT oil and mineral rights as reserved in Deed recorded in Book 42, page 466, records of Navajo County, Arizona; and

EXCEPT 1/2 interest in oil, gas and other minerals as reserved in Deed recorded in Book 95, page 441, records of Navajo County, Arizona.

Parcel No. 32:

That part of Section 31, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

BEGINNING at the Northwest corner of said Section 31;  
Thence South 20 rods;  
Thence East 91 rods;  
Thence North 20 rods;  
Thence West 91 rods to the Point of Beginning;

EXCEPT 1/2 interest in oil, gas and other minerals as reserved in Deed recorded in Book 95, page 441, records of Navajo County, Arizona.

Parcel No. 33:

That part of Section 31, Township 14 North, Range 19 East of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

BEGINNING at the Southwest corner of said Section 31;  
Thence Northerly 52 rods to a point on the West line of said Section 31;  
Thence Easterly 100 rods;  
Thence Southerly 52 rods to a point on the South line of said Section 31;  
Thence Westerly 100 rods to the Point of Beginning;

EXCEPT all oil and minerals as reserved in Deed recorded in Book 43, page 51, records of Navajo County, Arizona.

Parcel No. 34:

That part of Section 31, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

BEGINNING at a point on the North line of said Section 31, which is 91 rods East of the Northwest corner of said Section 31;  
Thence East along the North line of said Section, 9 rods;  
Thence South 24 rods;  
Thence West 34 rods;

**EXHIBIT "B" Continued**

Thence North 4 rods;  
Thence East 25 rods;  
Thence North 20 rods to the Point of Beginning;

EXCEPT all oil and minerals as reserved in Book 43 of Deeds, page 51, records of Navajo County, Arizona.

Parcel No. 35:

The South half of the Southeast quarter of Section 34, Township 15 North Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all oil, gases and other hydrocarbon substances, helium or other substances of a gaseous nature, coal, metals, minerals, fossils and fertilizer of every name and description and except all uranium, thorium, or any other material which is or may be determined by the laws of the State of Arizona, the United States of America of decisions of courts to be peculiarly essential to the production of fissionable materials, whether or not of commercial value, as reserved in Section 37-231, Arizona Revised Statutes.

Parcel No. 36:

Section 35, Township 15 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all minerals as reserved in Patent from United States of America; and

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 134, page 218, and in Docket 134, page 221, records of Navajo County, Arizona.

Parcel No. 37:

Section 36, Township 15 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all oil, gases and other hydrocarbon substances, helium or other substances of a gaseous nature, coal, metals, minerals, fossils and fertilizer of every name and description and except all uranium, thorium, or any other material which is or may be determined by the laws of the State of Arizona, the United States of America of decisions of courts to be peculiarly essential to the production of fissionable materials, whether or not of commercial value, as reserved in Section 37-231, Arizona Revised Statutes.

Parcel No. 38:

The West half of the West half of Section 31, Township 15 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT all minerals as reserved in Patent from United States of America; and

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 134, page 218, and in Docket 134, page 221, records of Navajo County, Arizona.

Parcel No. 39:

The North half and the Southeast quarter and the East half of the Southwest quarter and the Southwest quarter of the Southwest quarter of Section 24, Township 13 North, Range 20 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

**EXHIBIT "B" Continued**

EXCEPT all oil, gas and minerals as reserved in Deed recorded in Docket 396, page 179, records of Navajo County, Arizona; and

EXCEPT a tract of land situated within the North half of Section 24, Township 13 North, Range 20 East of the Gila and Salt River Meridian, Navajo County, Arizona, described as follows:

BEGINNING at a point on the West line of said Section 24, which point bears South 0°20'15" East 2315.52 feet from the Northwest corner of said Section 24;  
 Thence North 58°46'15" East 1318.92 feet;  
 Thence along the arc of a curve to the right having a radius of 2940.00 feet, a distance of 910.39 feet;  
 Thence North 76°30'45" East 1949.80 feet;  
 Thence along the arc of a curve to the left having a radius of 5655.00 feet, a distance of 279.62 feet;  
 Thence North 73°40'45" East 493.90 feet;  
 Thence along the arc of a curve to the right having a radius of 1985.00 feet, a distance of 770.27 feet to the Southerly right of way line of the Apache Railroad;  
 Thence from a local tangent bearing of South 71°16'34" East along said Southerly railroad right of way line, along the arc of a curve to the left having a radius of 2340.00 feet, a distance of 62.45 feet to a point on the East line of said Section 24, which point bears South 0°15'15" East 593.66 feet from the Northeast corner of said Section 24;  
 Thence South 00°15'15" East along said East Section line, a distance of 169.11 feet;  
 Thence from a local tangent bearing of North 84°06'53" West along the arc of a curve to the left having a radius of 2357.93 feet, a distance of 847.77 feet;  
 Thence South 73°40'45" West 270.63 feet;  
 Thence along the arc of a curve to the right having a radius of 5805.00 feet, a distance of 287.04 feet;  
 Thence South 76°30'45" West 1949.80 feet;  
 Thence along the arc of a curve to the left having a radius of 2790.00 feet, a distance of 863.93 feet;  
 Thence South 58°46'15" West, a distance of 1411.08 feet to the aforesaid West line of Section 24;  
 Thence North 00°20'15" West along said West Section line a distance of 176.04 feet to the Point of Beginning.

Parcel No. 40:

That portion of Section 19, Township 13 North, Range 20 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

A strip of land 100 feet in width across a portion of Section 19, Township 13 North, Range 20 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, said land being more particularly described as follows:

A strip of land lying 35 feet to the right or northerly side, and 65 feet to the left or southerly side, of the following described center line:

BEGINNING at a point on the south line of said Section 19, which point is 698.91 feet easterly from the southwest corner of said Section 19;  
 Thence North 76°13' West a distance of 721.11 feet to a point, which is on the west line of said Section 19 and is 174.25 feet northerly from the Southwest corner thereof.

Parcel No. 41:

That part of Section 31, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

BEGINNING 52 rods North of the Southwest corner of said Section 31;

**EXHIBIT "B" Continued**

Thence East 100 rods;  
 Thence North 244 rods;  
 Thence West 34 rods;  
 Thence North 4 rods;  
 Thence West 66 rods;  
 Thence South 248 rods to the Point of Beginning.

Parcel No. 42:

The Northwest quarter; the West half of the Southwest quarter; the East half of the Northeast quarter of the Southwest quarter; the West half of the West half of the Northeast quarter of the Southwest quarter of Section 27, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT that part deeded to the State of Arizona for highway purposes as described in Docket 371, page 369;

EXCEPT oil, gas and minerals as reserved in Deed recorded in Docket 130, page 40, records of Navajo County, Arizona.

Parcel No. 42A:

The East half of Section 27, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPTING THEREFROM, all oil, gas and minerals whatsoever (other than water flowing or lying on, or under said lands, which shall not be recorded as mineral), in, on, underlying or appurtenant to said land, and all the rights of ownership therein, as reserved to Aztec Land and Cattle Company, Limited, a corporation, in Deed recorded in Book 134 of Official Records, page 218 and amended by instrument recorded in Book 134 of Official Records, page 221.

Parcel No. 43:

That part of Section 25, Township 14 North, Range 18 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

COMMENCING at the Southeast corner of the North half of said Section 25;  
 Thence North 21 rods to the Point of Beginning;  
 Thence West 20 rods;  
 Thence North 30 rods;  
 Thence East 20 rods;  
 Thence South 30 rods to the Point of Beginning.

Parcel No. 44:

The East 3650 feet of Section 31, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT oil and minerals as reserved in Deed recorded in Book 43 of Deeds, page 51, records of Navajo County, Arizona.

Parcel No. 45:

Section 34, Township 14 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo

**EXHIBIT "B" Continued**

County, Arizona;

EXCEPT all coal as reserved in Patent from United States of America; and

EXCEPT all oil and mineral rights as reserved in Deed recorded in Book 43 of Deeds, page 51, records of Navajo County, Arizona.

Parcel No. 46:

Section 33, Township 13 North, Range 21 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona;

EXCEPT the following described parcel of land:

That portion of Section 33, Township 13 North, Range 21 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

BEGINNING at a point on the North right-of-way of Paper Mill Road, said point being marked with a ½ inch rebar capped LS 9868 and said point bears North 85°29'41" East 984.05 feet from the witness corner for Sections 3 and 4, Township 12 North, Range 21 East, as set by LS 7334;  
 THENCE North 00°30'16" West 834.84 feet to a ½ inch rebar capped LS 9868;  
 THENCE North 89°29'44" East 417.42 feet to a ½ inch rebar capped LS 9868;  
 THENCE South 00°30'26" East 834.84 feet to a point on the North right-of-way of Paper Mill Road, said point being marked with a ½ inch rebar capped LS 9868 and said point bears North 88°08'54" West 1385.88 feet from the witness corner for Sections 33 and 34, Township 13 North, Range 21 East as set by LS 7334;  
 THENCE South 89°29'44" West 417.42 feet along the North right-of-way of Paper Mill Road to the POINT OF BEGINNING; AND

EXCEPT the following described parcel of land:

That parcel of land located in a portion of Section 33, Township 13 North, Range 21 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, more particularly described as follows:

COMMENCING at a point on the North right-of-way of Paper Mill Road, said point being marked with a ½ inch rebar capped LS 9868 and said point bears North 85°29'41" East 984.05 feet from the witness corner for Sections 3 and 4, Township 12 North, Range 21 East, as set by LS 7334;  
 THENCE North 00°30'16" West, 834.84 feet to a ½ inch rebar capped LS 9868, the POINT OF BEGINNING;  
 THENCE North 00°30'16" West, 450.00 feet;  
 THENCE North 89°29'44" East, 678.06 feet;  
 THENCE South 00°30'16" East, 1284.84 feet to a point on the North right-of-way of Paper Mill Road;  
 THENCE South 89°29'44" West, 260.60 feet to a point on the Northerly right-of-way of Paper Mill Road, said point bears North 88°08'54" West, 1385.88 feet from the witness corner for Sections 33 and 34, Township 13 North, Range 21 East as set by LS 7334;  
 THENCE North 00°30'26" West, 834.84 feet;  
 THENCE South 89°29'44" West, 417.42 feet to a ½ inch rebar capped LS 9868, also being the POINT OF BEGINNING; AND

EXCEPT oil, gas and minerals as reserved in Deed recorded in Docket 134, page 218 and amended in Docket 134, page 221, records of Navajo County, Arizona.

Parcel No. 47:

**EXHIBIT "B" Continued**

A parcel of land 100 feet in width situated in the West half of the Southwest quarter of Section 34, Township 13 North, Range 21 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, and lying 50 feet in width on each side of the center line of the Logging Railroad Location survey stations 134+08.2 and 157+93.0 the description of said center line of survey across the West half of the Southwest quarter of Section 34, being as follows:

BEGINNING at Location survey station 134+08.2 being the point of intersection of said survey with the East boundary line of the said West half of the Southwest quarter of Section 34, at South 22°19' East 3469 feet from the Northwest corner of the said Section 34, the original cedar post corner being in place;  
Thence in a Southwesterly direction on the arc of a one degree curve to the left a distance of 1365.6 feet to the EC of curve at station 147+73.8 being an equation point and equaling Station 148+62.0 ahead, the curve data of the said curve being as follows: Delta 16°54' semi-tangent 851.28 feet and curve length 1690 feet;  
Thence from EC of said curve South 19°22'30" West along the said Survey 931 feet to Station 157+93 being the point of intersection with the South boundary line of the said West half of the Southwest quarter of Section 34.

Parcel No. 48:

An Easement for railroad and transmission line purposes over a strip of land 100 feet in width situated in Section 13, Township 13 North, Range 20 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona and lying 50 feet on each side of and parallel to the following described centerline as set forth in Docket 130, page 107:

BEGINNING at a point on the South line of said Section 13, which is 1090.88 feet westerly from the Southeast corner thereof;  
Thence Northwesterly along a curve with a radius of 11,459.0 feet a distance of 2014.62 feet;  
Thence North 72°45' West a distance of 923.88 feet;  
Thence Westerly along a curve with a radius of 1910.1 a distance of 675.00 feet;  
Thence South 87°00' West 351.84 feet;  
Thence Northwesterly along a curve with a radius of 1910.1 feet, a distance of 436.08 feet;  
Thence North 79°55' West, 15.03 to a point on the West line of said Section, which is 1145.45 feet northerly from the Southwest corner thereof.

Parcel No. 49:

An Easement from railroad, pipeline and transmission line purposes over a strip of land 100 feet in width in Section 23, Township 13 North, Range 19 East of the Gila and Salt River Base and Meridian, Navajo County, Arizona and lying 35 feet to the right (northerly) of and 65 feet to the left (southerly) of, and parallel to the following described centerline as set forth in Docket 130, page 107:

BEGINNING at a point on the East line of said Section 23, which is 624.15 feet Northerly from the Southeast corner thereof;  
Thence South 87°11' West a distance of 3423.96 feet;  
Thence westerly along a curve concave northerly with a radius of 2864.9 feet a distance of 453.34 feet;  
Thence North 83°45' West, a distance of 1391.70 feet to a point on the West line of said Section 23, which is 685.03 feet Northerly from the Southwest corner thereof.

Parcel No. 50:

An Easement for effluent ditch purposes over a strip of land 100 feet in width in Section 7 Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, and lying 50 feet on each side of and parallel to the following described centerline as set forth in Docket 130, page 107:

**EXHIBIT "B" Continued**

BEGINNING at a point on the East line of said Section 7, which is 1313.90 feet Southerly from the Northeast corner thereof;  
 Thence North 20°25' West a distance of 512.71 feet;  
 Thence Northwesterly along a curve with a radius of 2864.79 feet, a distance of 939.17 feet;  
 Thence North 39°12' West, a distance of 102.57 feet to a point on the North line of said Section 7, which is 706.54 feet westerly from the Northeast corner thereof.

Parcel No. 51:

An Easement for effluent ditch purposes over a strip of land 100 feet in width in Section 17, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, and more fully described in Docket 136, page 281.

Parcel No. 52:

An Easement for pipelines, railroads and transmission lines over the following described property as set forth in Docket 128, page 471:  
 In Section 23, Township 13 North, Range 20 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:  
 A Strip of land 100 feet in width lying 50 feet on each side of and parallel to the following described centerline:

BEGINNING at a point on the North line of Section 23, which point is 2073.43 feet westerly from the Northeast corner of said Section 23;  
 Thence South 50°46' West, a distance of 220.26 feet;  
 Thence Southwesterly along a curve concave Southeasterly with a radius of 1910.0 feet, a distance of 1450.00 feet;  
 Thence South 7°15' West, a distance of 303.22 feet;  
 Thence Southwesterly along a curve concave Northwesterly with a radius of 1432.7 feet, a distance of 1650.0 feet;  
 Thence South 73°15' West, a distance of 259.43 feet;  
 Thence Southwesterly along a curve concave Southeasterly with a radius of 1146.3 feet a distance of 251.67 feet;  
 Thence South 60°40' West, a distance of 1009.12 feet to a point on the West line of said Section 23, which is 1722.47 feet northerly from the Southwest corner thereof.

Parcel No. 53:

An Easement for pipelines, railroad and transmission lines over the following described property as set forth in Docket 128, page 471:

In Section 22, Township 13 North, Range 20 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona described as follows:

A strip of land 100 feet in width lying 35 feet to right of and 65 feet to the left of and parallel to the following described centerline:

BEGINNING at a point on the East line of Section 22, which point is 1722.47 feet northerly from the Southeast corner of said Section 22;  
 Thence South 60°40' West a distance of 1527.86 feet;  
 Thence Southwesterly along a curve with a radius of 5729.7 feet a distance of 206.67 feet;  
 Thence South 62°44' West a distance of 1888.47 feet to a point on the south line of said Section 22 which is 2087.16 feet easterly from the Southwest corner thereof.

**EXHIBIT "B" Continued**Parcel No. 54:

An Easement for Pipelines, railroad and transmission lines over the following described property as set forth in Docket 128, page 471:

In Section 27, Township 13 North, Range 20 East of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

A strip of land, 100 feet in width, lying 35 feet to the right of and 65 feet to the left of and parallel to the following described centerline:

BEGINNING at a point on the North line of Section 27, which point is 2087.16 feet easterly from the Northwest corner of said Section 27;  
 Thence South 62°44' West, a distance of 575.72 feet;  
 Thence Westerly along a curve concave Northerly with a radius of 1637.3 feet, a distance of 1179.05 feet;  
 Thence North 76°00' West a distance of 324.54 feet;  
 Thence Westerly along a curve concave southerly with a radius of 1432.7 feet a distance of 116.56 feet to a point on the West line of said Section 27, which is 300.06 feet southerly from the Northwest corner thereof.

Parcel No. 55:

An Easement for pipelines, railroad and transmission lines over the following described property as set forth in Docket 128, page 471:

In Section 28, Township 13 North, Range 20 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

A strip of land 100 feet in width, lying 35 feet to the right of and 65 feet to the left of and parallel to the following described centerline:

BEGINNING at a point on the East line of Section 28, which is 300.06 feet southerly from the Northeast corner of said Section 28;  
 Thence Southwesterly along a curve with a radius 1432.7 feet a distance of 991.77 feet;  
 Thence South 59°39' West, a distance of 1223.19 feet;  
 Thence Westerly along a curve with a radius of 1910.1 feet, a distance of 764.44 feet;  
 Thence South 82°35' West, a distance of 831.24 feet;  
 Thence Northwesterly along a curve with a radius of 1910.1 feet a distance of 1007.78 feet;  
 Thence North 67°11' West a distance of 791.06 feet to a point on the West line of said Section 28 which is 950.70 feet southerly from the Northeast corner thereof.

Parcel No. 56:

An Easement for pipelines, railroad and transmission lines over the following described property as set forth in Docket 128, page 471:

In Section 29, Township 13 North, Range 20 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

A Strip of land 100 feet in width lying 35 feet to the right of and 65 feet to the left of and parallel to the following described centerline:

BEGINNING at a point on the East line of Section 29, which point is 950.70 feet southerly from the Northeast corner of said Section 29;  
 Thence North 67°11' West a distance of 322.51 feet;  
 Thence Westerly along a curve with a radius of 1910.1 feet, a distance of 576.11 feet;

**EXHIBIT "B" Continued**

Thence North 84°28' West, a distance of 4403.53 feet to a point on the West line of said Section 29, which is 220.22 feet southerly from the Northwest corner thereof.

Parcel No. 57:

An Easement for Pipelines over the following described property as set forth in Docket 128, page 471:

In Section 23, Township 13 North, Range 20 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

A strip of land 100 feet in width lying 50 feet on each side of and parallel to the following described centerline:

BEGINNING at a point on the West line of Section 23, which point is 1665.18 feet Northerly from the Southwest corner of said Section 23;  
 Thence North 60°40' East, a distance of 148.24 feet;  
 Thence Northeasterly along a curve concave southeasterly with a radius 5729.67 feet, a distance of 1763.33 feet;  
 Thence North 78°18' East, a distance of 852.74 feet;  
 Thence Easterly along a curve concave southerly with a radius of 5729.67 feet a distance of 1118.33 feet;  
 Thence North 89°29' East a distance of 1620.24 feet to a point on the East line of said Section 23, which is 2600.85 feet southerly from the Northeast corner thereof.

Parcel No. 58:

An Easement for Pipelines over the following described property as set forth in Docket 127, page 534, as amended in instruments recorded in Document Nos. 2001-14883, 2001-14884, 2001-14885, 2001-14886, 2001-14887, 2001-14888, 2001-17156, 2001-17154:

That portion of Section 19, Township 13 North, Range 21 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

A strip of land 30 feet in width, lying 15 feet on each side of and parallel to the following described centerline:

BEGINNING at a point on the West line of Section 19, which is 485.35 feet northerly from the Southwest corner of said Section 19;  
 Thence South 76°15' East, a distance of 2033.58 feet to a point on the south line of said Section 19, which is 1974.00 feet easterly from the Southwest corner thereof.

Parcel No. 59:

An Easement for Railroad over the following described property as set forth in Docket 127, page 534:

That portion of Section 17, Township 13 North, Range 21 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

A strip of land 100 feet in width lying 50 feet on each side of and parallel to the following described centerline:

BEGINNING at a point on the East line of Section 17, which point is 26.69 feet northerly from the Southeast corner of said Section 17;  
 Thence Northwesterly along a curve with a radius of 1432.7 feet a distance of 409.53 feet;  
 Thence North 69°30' West, a distance of 2315.83 feet;  
 Thence Westerly along a curve with a radius of 2292.00 feet a distance of 1532.75 feet;  
 Thence South 72°11' West, a distance of 1307.14 feet to a point on the west line of said Section 17, which is

**EXHIBIT "B" Continued**

616.55 feet northerly from the Southwest corner thereof.

Parcel No. 60:

An Easement for Railroad over the following described property as set forth in Docket 127, page 534:

BEGINNING at a point on the east line of Section 18, Township 13 North, Range 21 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, which point is 616.55 feet Northerly from the Southeast corner of said Section 18;

Thence South 72°11' West a distance of 2151.56 feet to a point on the south line of said Section 18, which is 2055.13 feet westerly from the Southeast corner thereof.

Parcel No. 61:

An Easement for Railroad over the following described property as set forth in Docket 127, page 534:

BEGINNING at a point on the North line of Section 19, Township 13 North, Range 21 East, which is 2055.13 feet westerly from the Northeast corner of said Section 19;

Thence South 72°11' West, a distance of 1879.37 feet;

Thence Westerly along a curve with a radius of 1910.1 feet a distance of 788.89 feet to a point;

Thence North 84°09' West a distance of 279.89 feet;

Thence Northwesterly along a curve with a radius of 2292.00 feet a distance of 446.86 feet to a point on the west line of said Section 19, which is 543.66 feet southerly from the Northwest corner thereof.

Parcel No. 62:

Right of Way for Water Pipelines as set forth in Arizona State Lease #17-2467, described as follows:

That part of the Northeast quarter of the Northeast quarter of the Northeast quarter of Section 32, Township 13 North, Range 21 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

A strip of land 30 feet in width, being 15 feet on each side of the centerline, beginning at a point 50 feet South of the Northeast corner of said Section 32;

Thence Northwesterly to a point 50 feet West of the Northeast corner of said Section 32 and the point of terminus.

Parcel No. 63:

Right of Way for Water Pipelines as set forth in Arizona State Lease #17-2466, described as follows:

That part of the Northwest quarter of the Southwest quarter of Section 24, Township 13 North, Range 20 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

A strip of land 30 feet wide being 15 feet on each side of centerline beginning at the West quarter corner of said Section 24;

Thence around a curve to the right having a radius of 2,864.9 feet through a central angle of 28°20' and a tangent of 723.15 feet, a distance of 1416.67 feet to a point of terminus on the easterly line of the said Northwest quarter of the Southwest quarter.

Parcel No. 64:

Right of Way for Effluent Ditch Purposes as set forth in Arizona State Lease #17-2468, described as follows:

**EXHIBIT "B" Continued**

Over a strip of land 100 feet wide lying 50 feet on each side of a centerline over Section 6, the Southwest quarter of Section 16, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona.

Parcel No. 65:

Right of Way for Access Road as set forth in Arizona State Lease #17-80463, described as follows:

The South 100 feet of the West 100 feet of Section 22, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona.

Parcel No. 66:

Right of way for Railway Track as set forth in Arizona State Lease #18-27049, described as follows:

That part of Section 22, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, described as follows:

BEGINNING at a point on the South line of Section 22, that is 1950 feet West of the Southeast corner,  
Thence N 6°31' West 71 feet;  
Thence Northeasterly following the circumferences of a circle with a radius of 797.4 feet (to which the previous bearing is tangent at point of contact) a distance of 997 feet;  
Thence North 83°45' West 1176 feet;  
Thence South 37°04' East 1189 feet to the Point of Beginning.

Parcel No. 67:

Right of way for Railroad, power lines and pipelines as set forth in Arizona State Lease #17-2411, described as follows:

A strip of land 100 feet in width situated in Section 22, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, and lying 35 feet to the right of and 65 feet to the left of the following described centerline:

BEGINNING at a point on the East line of said Section 22, which point is 685.03 feet Northerly from the Southeast corner of said Section 22;  
Thence North 83°45' West, a distance of 3144.87 feet;  
Thence Northwesterly along a curve with a radius of 2864.9 feet, a distance of 600.00 feet;  
Thence North 71°45' West, a distance of 1683.27 feet to a point on the West line of said Section 22, which is 1788.12 feet northerly from the Southwest corner thereof.

Parcel No. 68:

Right of Way for Railroad, power lines and pipelines as set forth in Arizona State Lease #17-2411, described as follows:

A strip of land 100 feet in width situated in Section 24, Township 13 North, Range 19 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, and lying 35 feet to the right of and 65 feet to the left of the following described centerline:

BEGINNING at a point on the East line of said Section 24, which is 174.25 feet northerly from the Southeast corner of said Section 24;

**EXHIBIT "B" Continued**

Thence North 76°13' West, a distance of 34.74 feet;  
 Thence Westerly along a curve concave southerly with a radius of 2864.9 feet a distance of 662.50 feet;  
 Thence North 89°28' West, a distance of 1405.57 feet;  
 Thence westerly along a curve concave northerly with a radius of 5729.7 feet a distance of 515.00 feet;  
 Thence North 84°19' West a distance of 1878.30 feet;  
 Thence Westerly along a curve concave southerly with a radius of 2864.9 feet, a distance of 425.00 feet;  
 Thence South 87°11' West, a distance of 429.66 feet to a point on the West line of said Section 24, which is 624.15 feet northerly from the Southwest corner thereof.

Parcel No. 69:

Right of Way for Railroad, power lines and pipelines as set forth in Arizona State Lease #17-2411, described as follows:

A strip of land 100 feet in width situated in Section 14, Township 13 North, Range 20 East, of the Gila and Salt River Base and Meridian, Navajo County, Arizona, and lying 50 feet on each side of and parallel to the following described centerline:

BEGINNING at a point on the East line of said Section 14, which is 1145.45 feet northerly from the Southeast corner of said Section 14;  
 Thence North 79°55' West, a distance of 457.93 feet;  
 Thence Southwesterly along a curve concave southeasterly with a radius of 955.37 feet a distance of 1208.61 feet;  
 Thence South 27°34' West, a distance of 227.23 feet;  
 Thence Southwesterly along a curve concave northwesterly with a radius of 1146.3 feet, a distance of 464.00 feet;  
 Thence South 50°46' West, a distance of 269.54 feet to a point on the south line of said Section 14, which is 2073.43 feet westerly from the Southeast corner thereof.

Parcel No. 70:

Lease for Buffer Zone for evaporative pond as set forth in Arizona State Land Department Commercial lease No. 03-553:

The South half of Section 14, Township 14 North, Range 18 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel Nos. 71 through 80:

Leasehold for a Buffer Zone around Lessee's paper mill Effluent Basin as set forth in Arizona State Land Department Commercial Lease No. 03-77857.

Parcel No. 71:

Lots 3, 4, the South half of the Northwest quarter of Section 3, Township 14 North, Range 18 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 72:

The West half of the Northwest quarter of the Northwest quarter and the West half of the Southwest quarter of the Southwest quarter of Section 9, Township 14 North, Range 18 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 73:

**EXHIBIT "B" Continued**

The Southwest quarter of Section 13, Township 14 North, Range 18 East, of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 74:

The South half of the Northwest quarter and the South half of Section 15, Township 14 North, Range 18 East, of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 75:

The East half of Section 24, Township 14 North, Range 18 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 76:

Lots 1, 2, 3, 4; the South half of the North half; the East half of the Southwest quarter and the Southeast quarter of Section 5, Township 14 North, Range 19 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 77:

The West half of Section 9, Township 14 North, Range 19 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 78:

The Northwest quarter of Section 21, Township 14 North, Range 19 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 79:

The Northeast quarter; the Southeast quarter of the Southeast quarter of the Northwest quarter and the Southwest quarter of Section 29, Township 14 North, Range 19 East, of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 80:

The East half and the East half of the West half of Section 31, Township 15 North, Range 19 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel Nos. 81 through 86:

Leasehold for grazing as set forth in Arizona State Land Department Commercial Lease No. 05-1209.

Parcel No. 81:

Lots 1, 2, 3, 4; the South half of the North half, the North half of the Southwest quarter; the Southwest quarter of the Southwest quarter of Section 4, Township 14 North, Range 18 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 82:

All of Section 16, Township 14 North, Range 18 East of the Gila and Salt River Meridian, Navajo County,

**EXHIBIT "B" Continued**

Arizona.

Parcel No. 83:

The West half of Section 24, Township 14 North, Range 19 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 84:

The West half of Section 16, Township 14 North, Range 19 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 85:

The Northeast quarter of Section 20, Township 14 North, Range 19 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 86:

The North half, the Southwest quarter; and the North half of the Southeast quarter of Section 34, Township 15 North, Range 18 East of the Gila and Salt River Meridian, Navajo County, Arizona.

Parcel No. 87:

Leasehold for booster pump station for water line as set forth in Arizona State Land Department Commercial Lease No. 03-26778, over the following described parcel of land:

A metes and bounds described parcel of land located within the Southeast quarter of the Southwest quarter of Section 24, Township 13 North, Range 19 East of the Gila and Salt River Meridian, Navajo County, Arizona.