

**BID COMMITMENT FORM
POTLATCH FOREST HOLDINGS, INC.
PAY AS CUT TIMBER SALE CONTRACT**

BID SUBMITTED BY: **NAME:** _____
COMPANY: _____
ADDRESS: _____

SALE NAME: _____

SALE NUMBER: _____

SALE TYPE: Pay as Cut – Oral Auction.

The undersigned bidder offers to purchase the following estimated volume of timber for the following prices:

Species	Bid Price /Unit	Estimated Net Volume	Total Estimated Value
Grand Fir	\$ _____/mbf	_____ mbf	\$ <u>Calculated</u>
Western Hemlock	\$ _____/mbf	_____ mbf	\$ <u>Calculated</u>
Douglas-Fir	\$ _____/mbf	_____ mbf	\$ <u>Calculated</u>
Larch	\$ _____/mbf	_____ mbf	\$ <u>Calculated</u>
Cedar	\$ _____/mbf	_____ mbf	\$ <u>Calculated</u>
Ponderosa Pine	\$ _____/mbf	_____ mbf	\$ <u>Calculated</u>
White Pine	\$ _____/mbf	_____ mbf	\$ <u>Calculated</u>
Lodgepole Pine	\$ _____/mbf	_____ mbf	\$ <u>Calculated</u>
Engelmann Spruce	\$ _____/mbf	_____ mbf	\$ <u>Calculated</u>
Subalpine Fir	\$ _____/mbf	_____ mbf	\$ <u>Calculated</u>
Total Net Saw		<u>Calculated</u> mbf	\$ <u>Calculated</u>
Cedar Products	\$ _____/mbf	_____ mbf	\$ <u>Calculated</u>
Pulp (opt./req.)	\$ _____/ton	_____ tons	\$ <u>Calculated</u>
Tonwood (opt./req.)	\$ _____/ton	_____ tons	\$ <u>Calculated</u>
Total Estimated Gross Sale Value			\$ <u>Calculated</u>
Development Costs			\$ _____
Total Estimated Net Sale Value			\$ <u>Calculated</u>

* Overbids shall not be applied to these species.

** Volumes not estimated for these species

POTLATCH FOREST HOLDINGS, INC. MAKES NO WARRANTY OR REPRESENTATION AS TO THE ACTUAL QUANTITY OR QUALITY OF TIMBER IN THE SALE AREA.

The undersigned bidder tenders with this bid a certified check, cashier's check or bid bond in an amount equal to Ten Percent (10%) of the Total Estimated Net Sale Value as appraised and advertised within the Notice of Timber Sale (Invitation to Bid).

The undersigned bidder has inspected the sale area and submits this bid based upon its investigation.

This bid is irrevocable for a period of five (5) business days after it is tendered.

If the undersigned bidder's bid is accepted, the undersigned bidder agrees to execute the PAY AS CUT TIMBER SALE CONTRACT within fourteen days of receipt of notice of acceptance, including but not limited to the following requirements:

1. Upon execution of the Contract, Purchaser will make a Cash Deposit acceptable to Potlatch Forest Holdings, Inc., in an amount equal to ten percent (10%) of the Total Estimated Net Sale Value stated above.
2. Prior to start of timber sale operations, Purchaser will provide a Performance Guaranty in the form of a Performance Bond, Evergreen (Irrevocable) letter of credit, cashier's check or certified check in an amount equal to fifteen percent (15%) of the Total Estimated Net Sale Value stated above.
3. Prior to start of timber sale operations, the Purchaser will either: (a) pay for the timber covered by the contract in advance of cutting or (b) post a Payment Bond, Evergreen (Irrevocable) letter of credit, cashiers check or certified check in an amount equal to fifteen percent (15%) of the Total Estimated Net Sale Value stated above.

Signature:

Date:
