

10 0220

MEMORANDUM OF TIMBER SALES AGREEMENT

ORIGINAL

THE MCLENDON FAMILY LIMITED PARTNERSHIP NO. 1, whose address is 604 Sagebrush Rd., Smoaks, SC (Seller"), and KAPSTONE CHARLESTON KRAFT, LLC whose address in Charleston, SC is PO Box 118005, Charleston, SC 29423 ("KapStone"), have entered into a Timber Sales Agreement (Per Unit), dated November 9th, 2011, with respect to the real property hereinafter referred to as the "Premises" and more particularly described as follows:

SEE TIMBER SALES MAP ATTACHED

In consideration of the covenants and agreements contained therein, Seller has granted, and does grant to KapStone, the rights of ingress and egress to and from all or any portion of the Premises and the right to cut and remove merchantable trees and timber as designated in a Timber Sales Agreement, until November 1, 2012, having and holding said cut and removed trees and timber forever.

The Timber Sales Agreement (Per Unit) is incorporated herein by this reference and made a part hereof. Copies of the agreement are in possession of the parties at the addresses shown above.

IN WITNESS WHEREOF, this MEMORANDUM OF TIMBER SALES AGREEMENT (Per Unit) has been executed and seals have been affixed this 9th day of November, 2011.

Executed in the presence of:

James E. Reeves
Carol M. Porter

THE MCLENDON FAMILY LIMITED,
PARTNERSHIP NO. 1, Seller

By: *Doris Rogers McLendon*
Title: *Managing General Partner*

Executed in the presence of:

Nancy Gooding
[Signature]

KAPSTONE CHARLESTON KRAFT, LLC

By: *John W. Kraft*
Title: *Wood Buyer*

201100029478 EXEMPT
KARLA DADDIECO
REGISTER OF DEEDS
COLLETON COUNTY SC
11-23-2011 02:12 pm.
REC FEE: 10.00

201100029478
JAMES E REEVES, P A
ATTORNEY AT LAW
400 N CEDAR ST
SUMMERVILLE SC 29483

STATE OF SOUTH CAROLINA)
COUNTY OF COLLETON)

ACKNOWLEDGMENT

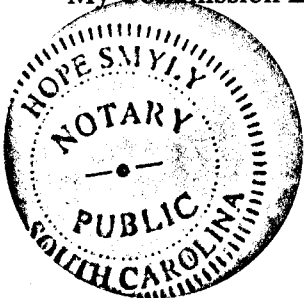
The foregoing instrument was acknowledged before me this 9th day of November, 2011 by

Doris R. McLendon as the MANAGING GENERAL PARTNER of THE MCLENDON

FAMILY LIMITED PARTNERSHIP NO. 1.

Jax Mc
1st Witness

Hope Smyly
Notary Public of South Carolina
My Commission Expires: May 30, 2017



STATE OF SOUTH CAROLINA)
COUNTY OF CHARLESTON)

ACKNOWLEDGMENT

The foregoing instrument was acknowledged before me this 17th day of November, 2011 by

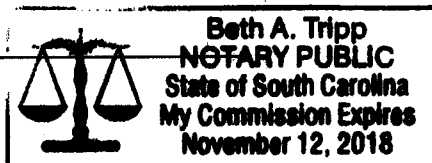
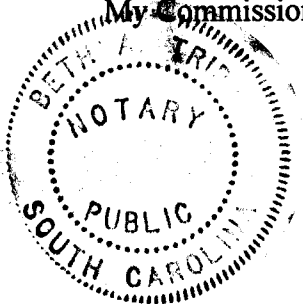
John Waddell as the Wood Buyer of

KAPSTONE CHARLESTON KRAFT, LLC a South Carolina Limited Company on behalf

of the Company.

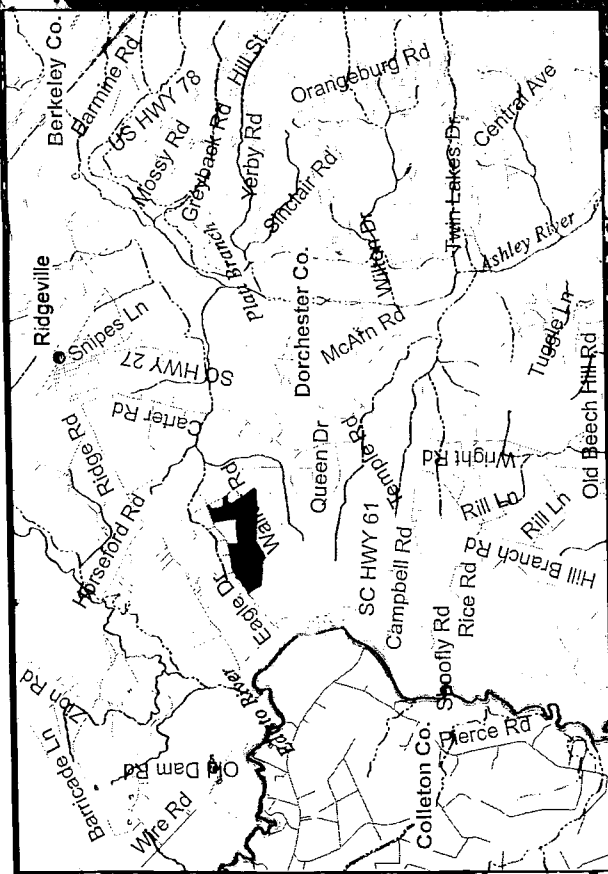
Nancy Gooding
1st Witness

Beth A. Tripp
Notary Public of South Carolina
My Commission Expires: _____



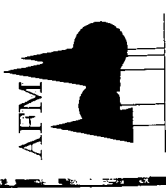
TIMBER SALE MAP

Exhibit A



CIR 2006 PHOTOGRAPH

OWNER: McLendon FLP No. 1
STATE: SC
COUNTY: Dorchester
TRACT: Poor Hope
SALE ACRES: +/-66
DATE: 04/05/11
Samuel C. Carlton, SCRF #1324



NOT A REPRESENTATION OF SURVEY PLANS AND NOT A WARRANTY OF ANY KIND. THE INFORMATION IS FOR INFORMATIONAL PURPOSES ONLY AND IS NOT TO BE USED FOR ANY OTHER PURPOSE.