

Tract	Risk of conflict between mineral interests and FS surface management (Low is best, High is worst)	Notes per Mineral Character Determination Related to Exchange of Lands Between Polymet Mining and USFS, prepared by Barr Engineering, revised December 2011	Quality of title ¹ (High is best, Poor is worst)	Notes per Title Commitments provided by WFG National Title Insurance Co. provided through Andresen & Butterworth
Hay Lake	Moderate	There appears to be low potential for exploration or development of bedrock or surficial deposits. Potential for aggregate mining in the northeast portion of the site along the Pike River. Investigate further.	Moderate	Title to this parcel has been reviewed and approved by the USDA, Office of General Counsel so long as certain recommended affirmative title insurance is provided
Lake County North	Low	There appears to be low potential for exploration or development of bedrock or surficial deposits.	Moderate	Only one 40-acre parcel has ½ mineral interest outstanding; all other minerals will be reserved by State – will be subject to Secretary's Rules & Regulations
Lake County South	Low	There appears to be low potential for exploration or development of bedrock or surficial deposits.	Moderate	One 40-acre parcel (NWNW s.17-56-9) is subject to mineral reservation that includes right to sink/cave/disturb/ remove surface. Another parcel (NENW s.17-56-9) has one-half outstanding mineral interest with right to remove but "doing no injury to surface or else paying for damages." The third and final 40-acre parcel and the remaining ½ mineral interest will be reserved by the State of Minnesota – will be subject to Secretary's Rules & Regulations

¹ Condition of title represents review as of December 21, 2011 -- may be revised per specialist investigation or advice of USDA, Office of General Counsel

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Wolf Lands 1	Low	There appears to be low potential for exploration or development of bedrock or surficial deposits.	Moderate	Undivided ¾ mineral interest reserved by Anton T. Anderson in DB 6/33; Kimberly Clark reserved all remaining minerals with right to cave/disturb/damage/remove surface, accepting liability for surface damage . This represents a poor condition of title but may be immaterial because mineral development potential is low. No timber reservation/ agreement
Wolf Lands 2	Low	There appears to be low potential for exploration or development of bedrock or surficial deposits. There is a moderate potential for aggregate development, however, wetland areas and limited access to the parcel may reduce potential. Investigate further.	Moderate	DIRRRCo reserved minerals along with right to sink/cave/disturb and remove surface. This represents a poor condition of title but may be immaterial because mineral development potential is low. No timber reservation/ agreement

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Wolf Lands 3	Low	There appears to be low potential for exploration or development of bedrock or surficial deposits.	Moderate	DIRRRCo reserved minerals along with right to sink/cave/disturb and remove surface. This represents a poor condition of title but may be immaterial because mineral development potential is low. Stora Ernsö North America Corp. reserved timber rights pursuant to a timber agreement in its deed to Wolflands Corp. Reservation expires December 31, 2013. Applies to sections 8 and 17, T59N, R9W (two 40-acre parcels)
Wolf Lands 4	Low	There appears to be low potential for exploration or development of bedrock or surficial deposits.	Moderate	DIRRRCo reserved minerals along with right to sink/cave/disturb and remove surface. This represents a poor condition of title but may be immaterial because mineral development potential is low. No timber reservation/ agreement
O'Reilly	Low	There appears to be low potential for exploration or development of bedrock or surficial deposits.	High	The only title exception is the property's enrollment in Sustainable Forest Incentive Act Covenant dated September 3, 2002. Normally there is an 8-year commitment for enrollment. Investigate expiration date & sale consequences
Wheaton College	Low	There appears to be low potential for exploration or development of bedrock or surficial deposits.	Moderate	Minerals rights are outstanding, but deeds do not appear to waive right to subjacent support.