

STATE OF ALASKA

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF FORESTRY

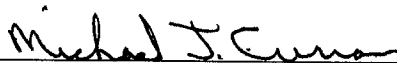
FRANK H. MURKOWSKI, GOVERNOR

Southern Southeast Area Office
2417 Tongass Avenue, Suite 213
Ketchikan, Alaska 99901
PHONE: (907) 225-3070
FAX: (907) 247-3070

CERTIFICATE OF LAWFUL TIMBER PROCUREMENT

1. The Alaska Department of Natural Resources, Division of Forestry (hereinafter "DOF") certifies that:
 - (a) DOF is responsible for administering the Alaska Forest Resources and Practices Act (hereinafter the "FPA"). The FPA is Alaska's principal regulatory program for protecting water quality, fish habitat, and other forest values from the possible effects of commercial forestry operations on state, municipal and private land in Alaska;
 - (b) Under the FPA, forest landowners, timber owners and operators must submit a detailed plan of operations to DOF demonstrating ownership of the land on which timber harvest will occur, ownership of the logs and that the proposed timber operations will comply with the environmental protection measures of the FPA. Field inspections also occur in conjunction with the review of such plans to verify that timber operations as described in the plan of operations will be in compliance with the FPA. Operations may only commence after the review is completed or the reviewed time for such plans has expired, as provided by law;
 - (c) If DOF determines that an operation described in the plan of operations will violate the FPA, it is empowered to issue a directive or stop work order to the landowner, timber owner or operator, prohibiting commencement of that operation. DOF's decision to not issue such a directive or stop work order during the required review period reflects DOF's determination, based on the information contained in the plan of operations and any field inspection conducted during or before such review period, that the operations if conducted as described in such plan will not violate the FPA. As of the date of this certificate DOF has not issued a directive or stop work order against current Sealaska Corporation operations. This certification does not mean that DOF will not, or cannot, take action to enforce the FPA with respect to any past, current or future operations of Sealaska Corporation or any of its subsidiaries, employees, agents, contractors, or subcontractors; and
 - (d) DOF has reviewed the plans of operations submitted by Sealaska Corporation's operating subsidiary, Sealaska Timber Corporation, for all of Sealaska's commercial timber operations. DOF has determined that: i) ownership; that the land owner and timber owner have certified that they own the land and timber that is being harvested ; ii) environmental compliance; that the harvest plans as submitted will comply with the requirements of the FPA.

DATED: 7-07-06



Name: Michael Curran
Position: Coastal Region Forester
Alaska Dept. of Natural Resources
Division of Forestry

2. Sealaska Corporation (hereinafter "Sealaska") certifies that:

- (a) Sealaska normally does not procure any timber from government-owned land; and
- (b) All timber procured by Sealaska is harvested either from land owned by Sealaska, or from land that is owned by another private party with which Sealaska has a binding and enforceable contract allowing Sealaska to enter upon such land and harvest such timber.

DATED:

July 13, 2006



Richard Harris
Executive Vice President
Sealaska Corporations

Cc: Chris Maisch
Marty Freeman