

State of Idaho

Department of State

CERTIFICATE OF INCORPORATION OF

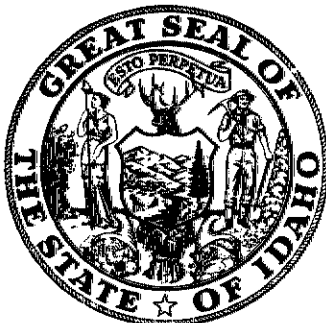
SAGDAL-YOUNG LOGGING, INC.

File number C 109734

I, PETE T. CENARRUSA, Secretary of State of the State of Idaho, hereby certify that duplicate originals of Articles of Incorporation for the incorporation of the above named corporation, duly signed pursuant to the provisions of the Idaho Business Corporation Act, have been received in this office and are found to conform to law.

ACCORDINGLY and by virtue of the authority vested in me by law, I issue this Certificate of Incorporation and attach hereto a duplicate original of the Articles of Incorporation.

Dated: March 10, 1995



Pete T. Cenarrusa
SECRETARY OF STATE

By *Anna Seibel*

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SEC. OF STATE

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ARTICLES OF INCORPORATION

OF

SAGDAL-YOUNG LOGGING, INC.

IDAH0 SECRETARY OF STATE
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CK #: 31034 CUST# 3544
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I, the undersigned, to form a corporation under the Idaho Business Corporation Act, adopt the following Articles of Incorporation:

I.

The name of the corporation is SAGDAL-YOUNG LOGGING, INC.

II.

The period of its duration is perpetual.

III.

The purpose or purposes for which the corporation is organized is for the transaction of any or all lawful business for which corporations may be incorporated under the Idaho Business Corporation Act, Title 30, Chapter 1, Idaho Code.

IV.

The aggregate number of shares which the corporation shall have the authority to issue is ONE HUNDRED THOUSAND (100,000) shares, all of one class, ONE DOLLAR (\$1.00) par value.

V.

The address of the initial registered office of the corporation and the initial registered agent at such address is:

REGISTERED AGENT

MICHAEL L. SAGDAL

REGISTERED ADDRESS

741 Peach Tree
Hayden Lake, ID 83835

VI.

The name and address of the incorporator herein and of the persons who shall serve as initial directors until the first annual meeting of the shareholders is:

1. ARTICLES OF INCORPORATION OF
SAGDAL-YOUNG LOGGIING, INC.

SY.AOI\CORP\

INCORPORATOR

MICHAEL L. SAGDAL

ADDRESS

741 Peach Tree
Hayden Lake, ID 83835

BOARD OF DIRECTORS

MICHAEL L. SAGDAL

ADDRESS

741 Peach Tree
Hayden Lake, ID 83835

CLAYTON S. YOUNG

3350 S. Signal Road
Post Falls, ID 83854

VII.

The stock of the corporation shall be non-assessable common stock.

VIII.

A director shall not be liable to the corporation or its stockholders for monetary damages for breach of fiduciary duty as a director, except that a director shall be liable for the following:

a. For any breach of the director's duty of loyalty to the corporation or to its stockholders.

b. For acts or omissions not in good faith or which involve intentional misconduct or a knowing violation of law.

c. For acts or omissions which involve director liability as provided in Idaho Code Section 30-1-48, which states that a director shall be liable under the following circumstances:

1. If the director votes for or assents to the declaration of any dividend or other distribution of the assets of a corporation to its shareholders contrary to the provisions of the Idaho General Business Corporations Act.

2. If the director votes for or assents to the purchase of the corporation's own shares contrary to the provisions of the Idaho General Business Corporations Act.

3. If the director votes for or assents to any distribution of assets of the corporation to its shareholders

during the liquidation of the corporation without the payment and discharge of, or making adequate provisions for, all known debts, obligations, and liabilities of the corporation.

4. For any transaction from which the director derives an improper personal benefit.

DATED this 7 day of MARCH, 1995.

Michael L. Sagdal
MICHAEL L. SAGDAL

STATE OF IDAHO)
) ss.
COUNTY OF KOOTENAI)

On this 7 day of March, 1995, before me, the undersigned Notary Public for the State of Idaho, personally appeared before me MICHAEL L. SAGDAL to me known to be the Incorporator for SAGDAL-YOUNG LOGGING, INC. and who executed the within and foregoing instrument on behalf of said corporation, and acknowledged to me that such corporation executed the same.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year in this certificate first above written.

Maureen S. Wallace
Notary Public for Idaho
Residing at Coeur d'Alene
My Commission Expires: 8/18/99