



SQUAXIN ISLAND TRIBE

RESOLUTION NO. 06- 35

of the

SQUAXIN ISLAND TRIBAL COUNCIL

WHEREAS, the Squaxin Island Tribal Council is the Governing Body of the Squaxin Island Tribe, its members, its lands, its enterprises and its agencies by the authority of the Constitution and Bylaws of the Squaxin Island Tribe, as approved and adopted by the General Body and the Secretary of the Interior on July 8, 1965; and

WHEREAS, under the Constitution, Bylaws and inherent sovereignty of the Tribe, the Squaxin Island Tribal Council is charged with the duty of protecting the health, security, education and general welfare of tribal members, and of protecting and managing the lands and treaty resources and rights of the Tribe; and

WHEREAS, the Tribe is a federally-recognized Indian Tribe possessing reserved powers, including the powers of self-government; and

WHEREAS, the Squaxin Island Tribal Council has been entrusted with the creation of ordinances and resolutions in order to fulfill their duty of protecting the health, security, education and general welfare of tribal members, and of protecting and managing the lands and treaty resources of the Tribe; and

WHEREAS, the Squaxin Island Tribal Council is empowered to acquire, manage, lease, or use Tribal real property under its Constitution, Article III, Section 1(b), and its inherent authority; and

WHEREAS, the Squaxin Island Tribal Council has agreed to purchase on the terms and conditions expressed in the attached Real Estate Purchase and Sale Agreement the real property (Lorine Whitener property) described therein; and

WHEREAS, the Squaxin Island Tribal Council has agreed to the purchase price of \$150,000.00 and costs, if any;

NOW THEREFORE BE IT RESOLVED, that the Squaxin Island Tribal Council hereby approves the purchase the property for the sale price of \$150,000.00 and associated closing costs, if any;

NOW THEREFORE BE IT FURTHER RESOLVED, that the Squaxin Island Tribal Council hereby authorizes the Chairman or, in his absence, the Executive Director to do any and all acts necessary to acquire the property, including executing the purchase and sale agreement, its exhibits, a continuation statement, excise affidavits, escrow instructions and any and all other documents necessary to close the transaction.


CERTIFICATION

The Squaxin Island Tribal Council hereby certifies that the foregoing Resolution was adopted at the regular meeting of the Squaxin Island Tribal Council, held on this 6th day of May, 2006, at which time a quorum was present and was passed by a vote of 5 for and 0 against, with 1 abstentions.

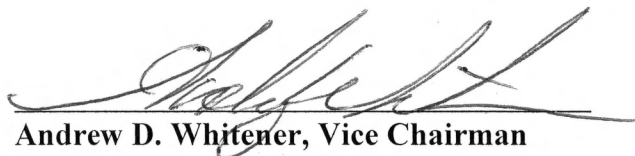


James L. Peters, Chairman

Attested by:



Vincent Henry, Sr., Secretary



Andrew D. Whitener, Vice Chairman

AGREEMENT OF PURCHASE AND SALE
AND JOINT ESCROW INSTRUCTIONS

This AGREEMENT OF PURCHASE AND SALE AND JOINT ESCROW INSTRUCTIONS (hereafter "Agreement") is made this _____ day of May, 2006, by and between the Estate of Lorine L. Whitener, by and through its personal representative Andrew D. Whitener ("Seller"), and the SQUAXIN ISLAND TRIBE, a federally recognized Indian tribe ("Buyer").

RECITALS

A. WHEREAS, Seller is the owner of certain land generally described as 251 SE Whitener Road, Shelton, Washington, totaling approximately 9.12 acres of land (hereafter the "Property"), as more fully described on Exhibit A, together with all improvements thereon and appurtenances thereto ("Improvements"), together with the personal property (the "Personal Property") listed on Exhibit C.

B. WHEREAS, Seller desires to sell the Land and Improvements and Personal Property to Buyer, and Buyer desires to purchase the Land and Improvements and Personal Property from Seller, all on the terms and conditions of this Agreement. The Land and Improvements and Personal Property are hereinafter collectively referred to as the "Real Property".

NOW, THEREFORE, in consideration of the covenants and agreements contained herein, the parties hereto agree as follows:

1. PURCHASE AND SALE.

Seller agrees to sell the Real Property to Buyer, and Buyer agrees to purchase the Real Property from Seller, on the terms and conditions hereinafter set forth in this Agreement.

2. PURCHASE PRICE.

The total purchase price ("Purchase Price") for the Real Property shall be \$150,000.00 payable by Buyer to Seller as follows:

2.1 The cash sum of \$1,000.00 shall be deposited in Escrow upon the opening thereof, to be held in a non-interest-bearing passbook account at a lending institution which is FDIC insured.

2.2 The balance of the Purchase Price shall be deposited in Escrow by Buyer prior to Close of Escrow for delivery to Seller upon Close of Escrow.

3. CONDITION OF TITLE TO REAL PROPERTY.

3.1 Title to the Real Property shall be conveyed to Buyer upon the Close of Escrow.

3.2 Title to the Real Property shall be conveyed to Buyer by Statutory Warranty Deed, substantially in the form of Exhibit B, free and clear of all liens except for (i) liens securing real property taxes and assessments (which constitute liens not yet due and payable); and (ii) such other exceptions and reservations shown on a Preliminary Title Report ("Preliminary Report") issued by Mason County Title Company ("Title Company") which are approved by Buyer. (All exceptions to title permitted pursuant to this Paragraph are referred to in this Agreement as "Permitted Exceptions.") Buyer shall have 10 days after receipt of the Preliminary Report within which to notify Seller in writing of Buyer's disapproval of any exceptions set forth in the Preliminary Report. In the event of Buyer's disapproval of the Preliminary Report, Seller, at its sole election (to be exercised by written notice to Buyer within 5 days after receipt of Buyer's said notice of disapproval), shall have 10 days after Buyer's said disapproval within which to remove or otherwise remedy the disapproved exceptions. If Seller cannot eliminate or otherwise remedy the disapproved exceptions within said 10 day time period, this Agreement shall thereupon terminate and all sums and documents deposited in Escrow shall be returned to the parties who respectively deposited the same, and Buyer and Seller shall each pay one-half (1/2) of the Escrow costs. Failure of Buyer to provide written disapproval of the Preliminary Report within the above time period shall be deemed approval.

3.3 Title to the Real Property shall be evidenced by the commitment of the Title Company to issue a standard American Land Title Association policy of title insurance with liability in the amount of the Purchase Price showing title to the Real Property vested in (or as designated by) Buyer. The Buyer shall pay for the Lender's Policy, if any, and the additional premium and additional costs for Extended Coverage.

4. CONTINGENCIES.

Buyer's obligation to purchase the Real Property is subject to the following contingencies described in subparagraphs (a) through (b), below in this Paragraph 4 ("Contingencies"). Each and all of the following Contingencies are for the sole benefit of Buyer and may be waived or deemed satisfied by Buyer in Buyer's sole and absolute discretion:

4.1 Buyer's review and approval of the Preliminary Report and all recorded exceptions to title within 10 days after receipt of the Preliminary Report.

4.1.1 Confirmation that Parcel 4 described in the Preliminary Title Report dated May 24, 2004, is included within the land to be conveyed under this Agreement. Seller shall provide title to Parcel 4 free and clear of all liens and have tax parcel number assigned to the parcel.

4.2 Buyer's determination that the use of the Real Property is satisfactory for Buyer's intended use, including but not limited to its eligibility for transfer from fee to trust status. Buyer shall have 20 days after receipt of the Preliminary Report to make such determination and to give written notice to Seller if its anticipated project is not feasible.

If Buyer disapproves of the satisfaction of any Contingency within the applicable time period provided above, Buyer's sole remedy shall be to terminate this Agreement and Seller shall have no obligation to remedy any Contingency which Buyer disapproves. If this Agreement

terminates as a result of the failure of the satisfaction of any of the Contingencies, all sums and documents deposited in Escrow shall be returned to the parties who respectively deposited the same, and Buyer and Seller shall each pay one-half (1/2) of the Escrow costs.

If Buyer fails to give written notice to Seller of its disapproval of any Contingency within the respective applicable time limit set forth above in Paragraph 4.1, it shall conclusively be deemed that Buyer has waived such Contingency and such Contingency shall conclusively be deemed satisfied.

5. BUYER'S CONDITIONS.

This Agreement is further contingent upon:

5.1 Seller shall deliver to Buyer a standard form Real Property Transfer Disclosure Statement provided by the Buyer within ten (10) days of the Effective Date.

5.2 Seller shall provide to Buyer copies of all leases, easements and licenses and future interests in the Property, together with copies of all liens, encumbrances, adverse claims or other matters respecting the Property on or before that date which is twenty-one (21) days from the Effective Date or five days prior to Closing, whichever comes first.

5.3 Seller shall deliver the Property to Buyer free and clear of all claims and liens upon Closing under this Agreement.

5.4 Buyer shall have access to the Property until the Closing, as necessary and reasonable, for due diligence, inspection and land use planning purposes.

5.5 Seller agrees to remove personal property of Seller prior to Closing as part of the vacating and cleaning process.

5.6 Seller agrees to provide Buyer with confirmation that any underlying encumbrance and any other underlying encumbrance, has been paid in full at or before Closing.

6. REPRESENTATIONS AND WARRANTIES BY SELLER

Seller makes the representations and warranties in this Paragraph 6, each and all of which shall survive any and all inquiries and investigations made by Buyer and shall survive the Close of Escrow and recordation of the Statutory Warranty Deed.

6.1 The specific, individual parties signing this Agreement on behalf of Seller represent and warrant that the parties signing this Agreement on behalf of the Seller have the full legal power, authority and right to execute and deliver this Agreement.

6.2 Neither the entering into this Agreement nor the performance of any of Seller's obligations under this Agreement will violate the terms of any contract, agreement or instrument to which Seller is a party.

6.3 To Seller's knowledge, there is no legal action of any kind or nature affecting the Property that will in any way detrimentally affect Buyer completing the purchase of the Property and Seller is unaware of any violations of law affecting the Property.

6.4 To Seller's knowledge there are no pending or contemplated assessments or similar charges that will affect the Property.

6.5 Seller owns the Property free of all claims and liens other than taxes currently due on the Property.

6.6 At or before Closing Seller will have sufficient funds to pay any underlying encumbrance, and shall, in fact, pay those underlying encumbrances in full at or before Closing.

6.7 The Seller believes, to the best of its knowledge, that the Real Property is free of contamination. Seller has not been served (by means of formal, legal service of process as required by law) or formally notified in writing by any governmental or quasi-governmental authority (i) that the Real Property or any adjoining property, contains or may contain any "Hazardous Materials" in violation of any "Environmental Regulations" (as those terms are defined below); or (ii) that the Seller has stored, used or maintained Hazardous Materials or suffered, permitted, allowed or acquiesced in any storage, use or maintenance of Hazardous Materials on, in or under the Real Property in violation of any Environmental Regulations. In addition, to the best of Seller's knowledge, but without any specific investigation therefore, there are no Hazardous Materials in any way relating to all or any portion of the Real Property or the area surrounding the Real Property.

6.7.1 As used in this Agreement, the terms "Environmental Regulations" and "Hazardous Materials" shall have the following meanings:

(a) "Environmental Regulations" shall mean all applicable statutes, regulations, rules, ordinances, codes, licenses, permits, orders, approvals, plans, authorizations, and similar items, of all governmental agencies, departments, commissions, boards, bureaus or instrumentalities of the United States, states and political subdivisions thereof and all applicable judicial and administrative and regulatory decrees, judgments and orders relating to the protection of human health or the environment, including, without limitation: (i) all requirements, including but not limited to those pertaining to reporting, licensing, permitting, investigation and remediation of emissions, discharges, releases or threatened releases of Hazardous Materials, whether solid, liquid or gaseous in nature, into the air, surface water, groundwater or land, or relating to the manufacture, processing, distribution, use, treatment, storage, disposal, transport or handling of Hazardous Materials, whether solid, liquid or gaseous in nature; and (ii) all requirements pertaining to the protection of the health and safety of employees or the public.

(b) "Hazardous Materials" shall mean (i) any flammables, explosive or radioactive materials, hazardous wastes, toxic substances or related materials including,

without limitation, substances defined as "hazardous substances," "hazardous materials", "toxic substances" or "solid waste" in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, as amended, 42 U.S.C. Sec. 9601, et seq.; the hazardous Materials Transportation Act, 49 U.S.C. Section 1801, et seq.; the Toxic Substances Control Act, 15 U.S.C., Section 2601 et seq.; the Resource Conservation and Recovery Act of 1976, 42 U.S.C. Section 6901 et seq.; the Washington Model Toxics Control Act; and in the regulations adopted and publications promulgated pursuant to said laws; (ii) those substances listed in the United States Department of Transportation Table (49 C.F.R. 172.101 and amendments thereto) or by the Environmental Protection Agency (or any successor agency) as hazardous substances (40 C.F.R. Part 302 and amendments thereto); (iii) those substances defined as "hazardous wastes," "hazardous substances" or "toxic substances" in any similar federal, state or local laws or in the regulations adopted and publications promulgated pursuant to any of the foregoing laws or which otherwise are regulated by any governmental authority, agency, department, commission, board or instrumentality of the United States of America, the State of Washington or any political subdivision thereof, (iv) any pollutant or contaminant or hazardous, dangerous or toxic chemicals, materials, or substances within the meaning of any other applicable federal, state, or local law, regulation, ordinance, or requirement (including consent decrees and administrative orders) relating to or imposing liability or standards of conduct concerning any hazardous, toxic or dangerous waste, substance or material, all as amended; (v) petroleum or any by-products thereof; (vi) any radioactive material, including any source, special nuclear or by-product material as defined at 42 U.S.C. Sections 2011 et seq., as amended, and in the regulations adopted and publications promulgated pursuant to said law; (vii) asbestos in any form or condition; and (viii) polychlorinated biphenyls.

6.8 Seller has neither engaged nor dealt with any broker or finder in connection with the sale contemplated by this Agreement. Seller shall pay, and shall hold Buyer harmless from and against, any commission or finder's fee payable to Broker or any other party who represents or claims to represent Seller. Buyer shall hold Seller harmless from and against, any commission or finder's fee payable to Broker or any other party who represents or claims to represent Buyer.

6.9 Seller will not alter the physical condition of the Real Property from and after the date of this Agreement. If, through no fault of Seller, the physical condition of the Real Property is different on the date scheduled for the Close of Escrow as of the date of this Agreement, the terms and conditions of Paragraph 5.2, below shall apply.

6.10 If, prior to the Close of Escrow, new events have occurred which were beyond the control of Seller and which render any previously true representation or warranty untrue, Seller shall, within three (3) days thereafter, disclose those matters by written notice to Buyer. Buyer shall have ten (10) days after the earlier of (i) such disclosure; or (ii) Buyer's independent discovery that such representation or warranty has become untrue, to elect, in its sole and absolute discretion, and as its sole remedy, by written notice to Seller within said ten (10) day period, whether (i) to purchase the Real Property or (ii) terminate this Agreement. If Buyer elects to terminate this Agreement pursuant to this Paragraph 5.2, Escrow shall immediately

terminate upon Seller's receipt of Buyer's notice of election to terminate this Agreement and all sums and documents deposited in Escrow shall be returned to the parties who deposited the same and Seller and Buyer shall each pay one-half (1/2) of Escrow costs. If Buyer fails to notify Seller and Escrow Holder of its election to terminate this Agreement within said ten (10) day time period provided above, Buyer shall be deemed to have accepted the modified representations and warranties and elected to purchase the Real Property.

6.11 Other than those express representations and warranties contained in this Agreement, Seller makes no warranty or representation, express or implied, including but not limited to, implied warranties of merchantability and fitness for a particular purpose.

7. REPRESENTATIONS AND WARRANTIES BY BUYER.

Buyer makes the following representations and warranties in this Paragraph 1, each and all of which shall survive any and all inquiries and investigations made by Seller and shall survive the Close of Escrow and recordation of the Statutory Warranty Deed.

7.1 The Buyer, and the specific, individual parties signing this Agreement on behalf of Buyer represent and warrant that the parties signing this Agreement on behalf of the Buyer have the full legal power, authority and right to execute and deliver this Agreement.

8. INDEMNIFICATION.

Subject to any other provisions of this Agreement to the contrary, each party agrees to indemnify ("Indemnitor") and hold the other party ("Indemnitee") harmless from and against any claim, loss, damage or expense, including any reasonable attorneys fees (including attorneys fees on appeal), asserted against or suffered by the Indemnitee resulting from any breach by the Indemnitor of this Agreement; any liability of the Indemnitor with respect to the Real Property or otherwise, as provided in Paragraph 9, below; or the inaccuracy or breach of any of the representations, warranties or covenants made by the Indemnitor.

9. ASSUMPTION OF LIABILITIES.

9.1 Effective as of the Close of Escrow, Buyer shall be deemed to have assumed all obligations and liabilities of Seller pertaining to the Real Property or under the Other Contracts, except all obligations and liabilities with respect thereto which arise prior to the Close of Escrow or which arise as a result of events which occur prior to the Close of Escrow. Except for the foregoing assumption of obligations and liabilities by Buyer, Buyer does not assume and shall not be liable for any of the obligations or liabilities of Seller of any kind or nature affecting or otherwise relating to Seller, the Real Property, or otherwise.

9.2 Seller shall, prior to the Close of Escrow, timely perform and discharge all obligations and liabilities of every kind whatsoever to be discharged prior to the Close of Escrow and arising from or relating to (i) the Real Property, including, but not limited to, the use and ownership of the Real Property; (ii) the operation of the Real Property; and or (iii) the other contracts.

10. ESCROW AND CLOSING.

10.1 As soon as possible after the full execution of this Agreement, Buyer and Seller shall open an escrow for the purpose of consummating the purchase and sale contemplated by this Agreement ("Escrow") by depositing an executed copy of this Agreement with the Mason County Title Company, at Olympia, Washington ("Escrow Holder"). This Agreement shall constitute escrow instructions to Escrow Holder. Seller and Buyer shall, promptly upon request by Escrow Holder, execute such additional escrow instructions as may be reasonably required by Escrow Holder, including Escrow Holder's standard printed conditions and stipulations with respect to escrows concerning the purchase and sale of real property; provided, however, that if there is any conflict between the provisions of this Agreement and the provisions of any such additional instructions, the provisions of this Agreement shall prevail. Upon delivery to Escrow of a fully executed copy of this Agreement by both parties, Escrow shall be deemed opened on the terms and conditions set forth in this Agreement.

10.2 Escrow shall close on or before June 30, 2006 ("Close of Escrow"). Provided, however, that Buyer may, at its option, extend the closing date for up to 14 days without cost or penalty as necessary to complete the financing for acquisition and development.

10.3 Within the time set forth below, or if none is specified, prior to the Close of Escrow, Seller shall deliver to Escrow Holder, or if so indicated, to Buyer, the following documents and items:

(a) At least 5 days prior to the Close of Escrow, a duly executed and acknowledged Statutory Warranty Deed.

(b) At least 5 days prior to the Close of Escrow, Seller shall deliver such certifications, declarations or other documents as may be required under Internal Revenue Code Sec. 1445 together with any and all other documents required by law pertaining to foreign or out-of-state Sellers.

10.4 Buyer shall deliver to Escrow Holder prior to the Close of Escrow the balance of the cash portion of the Purchase Price set forth in Paragraph 2, as adjusted pursuant to this Agreement, together with an additional sum sufficient to cover Buyer's closing costs as set forth in Paragraph 9.7.2, below.

10.5 On the Close of Escrow, the Escrow Holder shall record the Statutory Warranty Deed and shall deliver the monies and instruments to which each party is entitled pursuant to this Agreement, only when the Title Company is in a position to issue its ALTA policy of title insurance subject only (i) to the Permitted Exceptions; and (ii) Title Company's standard pre-printed exceptions, with liability in the amount of the purchase price, together with Lender's Policy and/or Extended Coverage showing title to the Real Property vested in Buyer (or as designated by Buyer) ("Title Policy").

10.6 Upon Close of Escrow, possession of the Real Property shall be delivered to Buyer subject to the Permitted Exceptions and the following items, documents and monies shall be delivered to the parties by Escrow Holder as set forth below:

(a) To Seller: the cash portion of the Purchase Price as set forth in Paragraph 2 as adjusted pursuant to this Agreement and reduced by the amount of Seller's costs as set forth in Paragraph 10.7(a), below.

(b) To Buyer: the Title Policy; Statutory Warranty Deed.

(c) To Buyer's attorney: Copy of recorded Statutory Warranty Deed.

10.7 Upon Close of Escrow, Escrow and title charges shall be paid in the manner provided below.

(a) Seller shall pay:

- (i) The cost of the standard Title Policy;
- (ii) The cost of any and all documentary transfer tax or stamps or other sales tax;
- (iii) One-half (1/2) of the Escrow fees; and
- (iv) Special exceptions on Title Policy, including but not limited to, general taxes, lien of real estate excise tax, and or local improvement district assessments, if any.

(b) Buyer shall pay:

- (i) The premium for a Lender's Policy and the additional premium and additional costs for Extended Coverage;
- (ii) All recording fees; and
- (iii) One-half (1/2) of the Escrow fees.

10.8 If Escrow fails to close as a result of the default of this Agreement by a party, the defaulting party shall pay all title and escrow charges; provided, however, that nothing in this Paragraph 10 shall be deemed to limit, and the provisions of this Paragraph 10 shall be in addition to, all other rights and remedies of the non-defaulting party.

10.9 Escrow Holder is authorized and instructed to debit Seller for Seller's closing costs as set forth in Paragraph 10.7, above.

11. PRORATIONS.

11.1 Prorations shall be made as of the Close of Escrow. All prorations shall be made on the basis of the actual number of days in the month of closing and shall be paid in cash to Seller if it is entitled thereto, or shall be credited against the cash portion of the Purchase Price if Buyer is entitled thereto. Such prorations shall be made by Escrow Holder on the basis of a statement(s) approved by Buyer and Seller and deposited into the Escrow prior to the Close of Escrow. The date used for prorations is hereinafter referred to as the "Proration Date."

All real estate taxes and all personal property taxes due and owing as of the Proration Date, and all penalties and interest thereon, shall be paid by Seller. Current real estate taxes, special

assessments and personal property taxes which are not yet due and owing shall be prorated based upon the most recent tax bill, so that the portion of current taxes allocable to the period from the beginning of such tax year through the Proration Date shall be charged to and paid by Seller and the portion of the current taxes allocable to the portion of such tax year from the Proration Date to the end of such tax year shall be charged to and paid by Buyer. Proration of taxes and assessments shall be final as of the Proration Date, regardless of the amount of taxes or assessments that actually are, or subsequently become, due.

Expenses of operating the Real Property (other than insurance premiums, taxes and utility charges) which were prepaid by Seller for a period beyond the Proration Date.

11.2 Buyer shall be responsible for obtaining and paying for utility services from and after Close of Escrow.

12. SURVIVAL OF CLOSE OF ESCROW.

All representations, warranties, covenants, conditions, agreements and obligations contained in or relating to this Agreement shall survive the Close of Escrow and the recordation of the Statutory Warranty Deed and shall not merge therein unless specifically stated otherwise in this Agreement.

13. NOTICES.

All notices to be given pursuant to this Agreement shall be either (i) personally delivered; (ii) sent via certified or registered mail, postage prepaid; (iii) overnight courier (such as Federal Express, DHL, etc.); or (iv) by telecopy transmittal. If sent via certified or registered mail, receipt shall be deemed effective forty-eight (48) hours after being deposited in the United States mail. If sent via telecopy transmission, a confirming copy shall be sent to the sender, and receipt of the telecopy transmittal shall be deemed made twenty-four (24) hours after the sending thereof. If sent via overnight courier, receipt shall be deemed effective twenty-four (24) hours after the sending thereof. All notices to be given pursuant to this Agreement shall be given to the parties at the following respective address.

To Buyer: Squaxin Island Tribe
 10 SE Squaxin Lane
 Shelton, WA 98584
 360.426.9781
 360.426.6577 (facsimile)

To Seller: Andrew Whitener
 Personal Representative of the Estate of Lorine Whitener
 1028 West Harvard
 Shelton, WA 98584
 206.426.9781

With a copy to: Kevin R. Lyon, Director
 Squaxin Island Legal Department

3711 SE Old Olympic Highway
Shelton, WA 98584
360.432.1771
360.432.3699

To Escrow Holder: Mason County Title Company
PO Box 278
Shelton, WA 98584
Phone: 360.427.2088
Fax 360.427-7179

14. ENTIRE AGREEMENT.

This Agreement, and the Exhibits attached hereto, represent the entire Agreement between the parties in connection with the transactions contemplated hereby and the subject matter hereof and this Agreement supersedes and replaces any and all prior and contemporaneous agreements, understandings and communications between the parties, whether oral or written, with regard to the subject matter hereof. There are no oral or written agreements, representations or inducements of any kind existing between the parties relating to this transaction which are not expressly set forth herein. This Agreement may not be modified except by a written agreement signed by both Buyer and Seller. Without limiting the foregoing, Buyer and Seller expressly acknowledge and agree that they have not relied on any written or oral statements made by the other party's real estate broker in entering into this Agreement.

15. BINDING EFFECT AND ASSIGNMENT.

This Agreement shall be binding upon and inure to the benefit of the parties hereto, their respective heirs, legal representatives, administrators, successors in interest and assigns. The Seller specifically acknowledges the Buyer has the right it in its sole discretion to assign this Agreement without review or approval by the Seller.

16. WAIVER.

No waiver by any party at any time of any breach of any provision of this Agreement shall be deemed a waiver or a breach of any other provision herein or consent to any subsequent breach of the same or another provision. If any action by any party shall require the consent or approval of another party, such consent or approval of such action on any one occasion shall not be deemed a consent to or approval of such action on any subsequent occasion or a consent to or approval of any other action.

17. CAPTIONS AND HEADINGS.

The captions and paragraphs numbers appearing in this Agreement are inserted only as a matter of convenience and do not define, limit, construe, or describe the scope or intent of this Agreement.

18. COUNTERPARTS.

This Agreement may be executed in counterparts, each of which shall be considered an original and all of which taken together shall constitute one and the same instrument.

19. GOVERNING LAW.

This Agreement has been prepared, negotiated and executed in, and shall be construed in accordance with, the laws of the State of Washington. Any action or proceeding relating to or arising out of this Agreement shall be filed, if a State action, in the Superior Court of the State of Washington for the County of Mason, or if a Federal action, in the United States District Court for the Western District of Washington at Tacoma.

20. ATTORNEYS FEES.

If either party named herein brings an action or proceeding to enforce the terms hereof or declare rights hereunder, the prevailing party in any such action (or proceeding), on trial or appeal, shall be entitled to its reasonable attorneys' fees to be paid by the losing party as fixed by the Court (or if applicable, the arbitrator).

21. TIME OF ESSENCE.

Time is of the essence with respect to all matters contained in this Agreement.

22. DATE OF AGREEMENT.

All references in this Agreement to "the date of this Agreement" or "the date hereof" shall be deemed to refer to the date set forth in the first paragraph of this Agreement.

23. INVALIDITY OF ANY PROVISION.

If any provision (or any portion of any provision) of this Agreement is held to be illegal, invalid, or unenforceable under present or future laws effective during the term of this Agreement, the legality, validity, and enforceability of the remaining provisions (or the balance of such provision) shall not be affected thereby.

24. NO RECORDATION.

Buyer shall not record this Agreement, any memorandum of this Agreement, any assignment of this Agreement, or any other document which would cause a cloud on the title to the Real Property.

25. DRAFTING OF AGREEMENT.

Buyer and Seller acknowledge that this Agreement has been negotiated at arm's length, that each party has been represented by independent counsel and that this Agreement has been drafted by both parties and no one party shall be construed as the draftsman.

26. NO THIRD PARTY BENEFICIARY RIGHTS.

This Agreement is entered into for the sole benefit of Buyer and Seller and no other parties are intended to be direct or incidental beneficiaries of this Agreement and no third party shall have any right in, under or to this Agreement.

27. INCORPORATION OF EXHIBITS.

Each and all of the exhibits attached to this Agreement are incorporated herein as if set forth in full in this Agreement.

28. SECTION 1031 EXCHANGE.

The Seller agrees to cooperate with the Buyer, and the Buyer agrees to cooperate with the Seller, as appropriate, in effecting a Section 1031 Tax Deferred Exchange. The party completing the exchange shall do so without the cooperating party incurring any additional liability. The party completing the exchange shall do so at their own expense and not cause expense (or delay which would result in expense) to the cooperating party. Any expenses, including attorney's fees and costs, incurred by the cooperating party that are related only to the exchange will be paid or reimbursed to the cooperating party at or prior to closing.

29. NO JOINT VENTURE, PARTNERSHIP OR OTHER RELATIONSHIP CREATED.

The relationship between Buyer and Seller is that solely of a Seller and Buyer and no joint venture, partnership or other relationship is created or implied by this Agreement.

30. DEFAULT. In the event of default, the non-defaulting party may, at that party's option, (a) keep as liquidated damages all or a portion of the Earnest Money as the sole and exclusive remedy available for such failure; (b) bring suit against the defaulting party for actual damages; (c) bring suit to specifically enforce this Agreement and recovery any incidental damages, or (d) pursue any other rights or remedies available at law or equity.

31. TIME LIMIT FOR ACCEPTANCE.

Buyer offers to purchase the Real Property on the above terms and conditions. Seller has until 5:00 p.m. local time on May 15, 2006 to accept this offer. Acceptance is not effective until a signed copy is actually received by or at the office of Kevin R. Lyon, Director, Squaxin Island Legal Department, 3711 SE Old Olympic Highway, Shelton, WA 98584.

IN WITNESS WHEREOF, the parties hereto have executed this Agreement as of the date set forth in the first paragraph of this Agreement.

"Seller"

Estate of Laura Lorine Whitener
By: Andrew D. Whitener

Its: Personal Representative

"Buyer"

Squaxin Island Tribe
By: Raymond Peters
Its Executive Director

STATE OF WASHINGTON)
): ss
County of Mason)

I certify that I know or have satisfactory evidence that Andrew D. Whitener, is the person who appeared before me, and said person acknowledged that he signed this instrument and acknowledged it to be his free and voluntary act for the uses and purposes mentioned in the instrument.

SUBSCRIBED AND SWORN to before me this _____ day of May, 2006.

Print Name: _____
NOTARY PUBLIC in and for the State of
Washington, residing at _____
My Appointment Expires _____

STATE OF WASHINGTON)
): ss
County of Mason)

I certify that I know or have satisfactory evidence that Raymond Peters is the person who appeared before me, and said person acknowledged that he signed this instrument and acknowledged it to be his free and voluntary act for the uses and purposes mentioned in the instrument.

SUBSCRIBED AND SWORN to before me this _____ day of May, 2006.

Print Name: _____
NOTARY PUBLIC in and for the State of
Washington, residing at _____
My Appointment Expires _____

SCHEDULE OF EXHIBITS

Exhibit A – Legal Description of Land

Exhibit B – Form of Statutory Warranty Deed

Exhibit C – Personal Property

File Number: 93306

EXHIBIT "A"

Parcel 1:

The East half (E ½) of the Southwest quarter (SW ¼) of the Southwest quarter (SW ¼) of Section seventeen (17), Township nineteen (19) North, Range three (3) West, W.M., excepting therefrom right-of-way of the Northern Pacific Railway Company as conveyed in instruments recorded under Auditor's File Nos. 44021 and 44022, as relinquished in part by Northern Pacific Railway Company in instrument recorded under Auditor's File No. 59095, being a strip of land 200 feet in width, 100 feet on each side of the centerline of the main track of the Elma Branch Extension of the Northern Pacific Railway Company as located and staked out on November 18, 1924;

ALSO, excepting therefrom, all that portion thereof conveyed to William Cothary in Warranty Deed recorded January 18, 1932, Auditor's File No. 68728, particularly described therein as follows:

BEGINNING at the Northwest corner of the Northeast quarter (NE ¼) of the Southwest quarter (SW ¼) of the Southwest quarter (SW ¼) of Section seventeen (17), Township nineteen (19) North, Range three (3) West, W.M.; thence South, along the West line of said subdivision, 520 feet; thence Northeasterly 99 feet; thence in a Northerly direction, 480 feet, to the North line of said Southwest quarter (SW ¼) of the Southwest quarter (SW ¼); thence West, along said North line, 68 feet, to the POINT OF BEGINNING.

Parcel No. 31917 33 00000.

Parcel 2:

A tract of land in the Northwest quarter (NW ¼) of the Northwest quarter (NW ¼) of Section twenty (20), Township nineteen (19) North, Range three (3) West, W.M., conveyed to Donald Kenneth Whitener and Laura Lorine Whitener, husband and wife, in Warranty Deed recorded November 14, 1944, Auditor's File No. 109516, being particularly described therein as follows:

BEGINNING at a post driven in the ground 165 feet distant West from the Northwest corner of Puget Sound and Grays Harbor Railroad Store; thence West 105 feet; thence North 105 feet; thence East 105 feet; thence South 105 feet, to the POINT OF BEGINNING.

Parcel No. 31920 22 00010

Parcel 3:

All that portion of the Northwest quarter (NW ¼) of the Northwest quarter (NW ¼) of Section twenty (20), Township nineteen (19) North, Range three (3) West, W.M., lying within two tracts of land conveyed to the Northern Pacific Railway Company in deeds recorded under Auditor's File Nos. 44021 and 44026, and lying Westerly of a line particularly described as follows:

COMMENCING at the point of intersection of the centerline of the main track of the railroad right-of-way conveyed in the above referenced deeds with the North line of said Section twenty (20); thence Southerly, along said centerline, 373 feet; thence Northwesterly, at right angles to

said centerline, 85 feet, to a point on the Southwesterly line of said railroad right-of-way, and the POINT OF BEGINNING of the line hereby described; thence Northerly, in a straight line, to a point on the North line of said Section twenty (20), 115 feet Westerly, as measured along said North line, from the above named point of commencement, and the terminus of the line hereby described.

EXCEPTING therefrom, all that portion thereof, if any, which lies within the right-of-way for Whitener Road, County Road No. 15160.

Parcel No. 31920 22 00030

Parcel 4:

All that portion of the Northwest quarter (NW $\frac{1}{4}$) of the Northwest quarter (NW $\frac{1}{4}$) of Section twenty (20), Township nineteen (19) North, Range three (3) West, W.M., lying within a tract of land conveyed to the Northern Pacific Railway Company in deed recorded under Auditor's File No. 44026, lying between lines parallel with and distant 100 feet and 150 feet Easterly, as measured at right angles from the centerline of the main track of the railroad right-of-way conveyed in the above referenced deed, and lying Northerly of a tract of land conveyed to Adam Korter, et ux, in deed recorded July 26, 1886, in Volume H of Deeds, page 474, records of Mason County, Washington.

AFTER RECORDING MAIL TO:

Name:
Address:
City, State, Zip:

Filed for Record at Request of:

STATUTORY WARRANTY DEED

THE GRANTORS, the Estate of Laura Lorine Whitener, by its Personal Representative, Andrew D. Whitener, for and in consideration of One Hundred Fifty Thousand Dollars (\$150,000.00) in hand paid, conveys, and warrants to the Squaxin Island Tribe, the following described real estate, situated in the County of Mason, State of Washington:

See attached Exhibit A

Assessor's Property Tax Parcel/Account Numbers: 31917 33 00000
31920 22 00010
31920 22 00030

Abbreviated Legal Descriptions: E ½ SW SW
TR 1 of NW NW
TR 3 of NW NW

Dated: June _____, 2006

Estate of Laura Lorine Whitener
By Andrew D. Whitener, Personal Representative

STATE OF WASHINGTON)
): ss
County of Mason)

I certify that I know or have satisfactory evidence that Andrew D. Whitener, Personal Representative of the Estate of Laura Lorine Whitener, is the person who appeared before me, and said person acknowledged that he signed this instrument and acknowledged it to be his free and voluntary act for the uses and purposes mentioned in the instrument.

SUBSCRIBED AND SWORN to before me this _____ day of June, 2006.

Print Name: _____
NOTARY PUBLIC in and for the State of _____
Washington, residing at _____
My Appointment Expires _____

EXHIBIT C – PERSONAL PROPERTY

The following items presently located on the Property are included in the sale unless specifically noted otherwise: attached floor coverings; window and door screens and storm doors/windows; attached plumbing and lighting fixtures; attached television antennas and/or wiring for satellite dish system; landscaping; built-in appliances; major appliances; window treatments; ventilating, heating and cooling systems and fixtures; attached irrigation equipment; refrigerator; microwave; barbecue; and _____.

The Seller will remove _____ on or before closing.