

Improved Forest Management

- "Additionality"
- Stocking Above Regional Baseline
- •100+ Year Commitment:
 - Maintain Stocking
 - Accounting, Inventory, Verifications
 - Other Requirements
- •Reversals Avoidable / Unavoidable

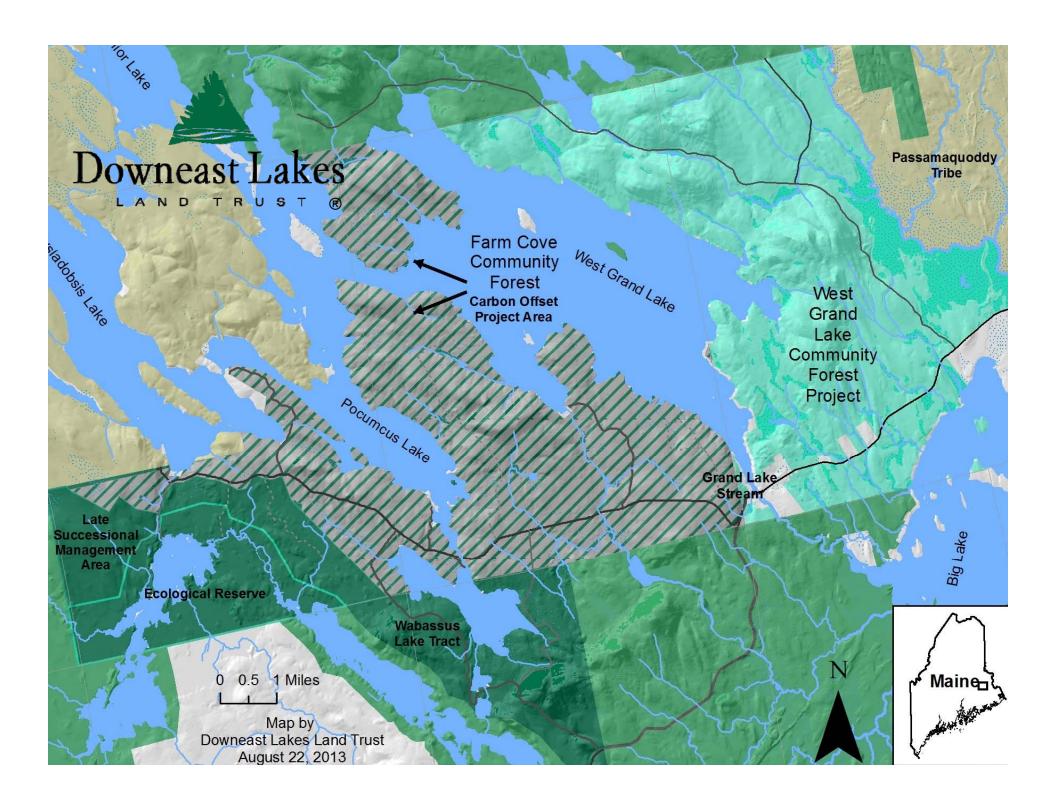




Why Enter the Carbon Market?



- Compatible with current goals
- Opportunity due to stocking level
- \$\$ to Accomplish Mission Urgent Conservation Opportunity: West Grand Lake Forest







History of the Farm Cove Forest Carbon Project:

2009: DLLT begins evaluating carbon offset market opportunity.

April 2010: DLLT enters agreement with Finite Carbon.

July 2010: Farm Cove IFM project listed with CAR.

2010 – 2012: Inventory, modeling, and 3rd party verification.

Sept. 2012: Farm Cove IFM project registered with CAR;

First IFM project outside of California;

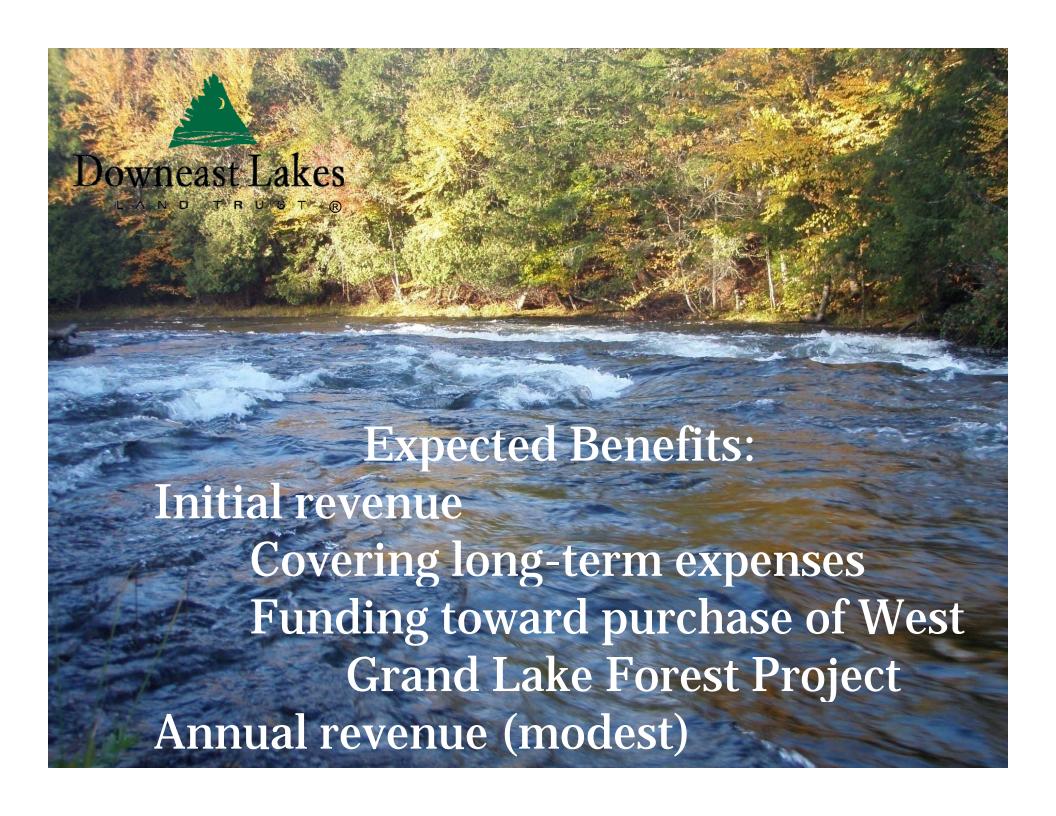
Receives nearly 200,000 compliance eligible offsets.

Dec. 2012: DLLT negotiates sale contract for initial ARB offsets.

Winter 2013: 3rd party verification for ARB listing completed.

March 2013: Farm Cove listed as ARB "Early Action" project.

November 2013: ARB Offset Issuance expected





Now:

Leveraging Existing Conservation Land Toward Additional Conservation

Soon(?)
Additional Carbon Offset Revenue from
West Grand Lake Forest

