Addendum 1

LEGAL DESCRIPTION OF PARCEL D

May 1, 2006

The South 1506.58 feet of the East Half of the Southwest Quarter of Section 26, Township 58 North, Range 2 West, B.M., Bonner County, Idaho;

EXCEPT the South 835.51 feet thereof;

AND EXCEPT the East 370.00 feet thereof;

AND EXCEPT that portion of said South 1506.58 feet lying west of the following described line:

Commencing at the intersection of the west line of said East Half of the Southwest Quarter with a line parallel with and 1577.89 feet north of (as measured perpendicularly to) the south line of said Southwest Quarter;

thence N88°56'54"E along said parallel line, a distance of 592.25 feet to the POINT OF BEGINNING of this line description (said point of beginning being also the beginning of a non-tangent curve to the left);

thence south along said non-tangent curve an arc distance of 6.55 feet (delta = 1°04'23", radius = 350.00 feet, chord = S0°04'22"E 6.55 feet);

thence S0°36'34"E, 86.96 feet;

thence southwesterly along a curve to the right an arc distance of 69.45 feet (delta = 11°22'10", radius = 350.00 feet, chord = S5°04'31"W 69.34 feet);

thence S10°45'36"W, 116.50 feet;

thence southwesterly along a curve to the right an arc distance of 164.52 feet (delta = 22°26'35", radius = 420.00 feet, chord = S21°58'54"W 163.47 feet);

thence S33°12'11"W, 29.08 feet;

thence southwesterly along a curve to the left an arc distance of 58.67 feet (delta = 28°00'44", radius = 120.00 feet, chord = \$19°11'49"W 58.09 feet);

thence S5°11'27"W, 70.25 feet;

thence southeasterly along a curve to the left an arc distance of 49.70 feet (delta = 33°35'29", radius = 80.00 feet, chord = S12°36'17"E 48.90 feet);



thence S30°24'02"E, 100.05 feet;

thence southeasterly along a curve to the right an arc distance of 12.38 feet (delta = 08°52'03", radius = 80.00 feet, chord = \$25°58'00"E 12.37 feet);

thence S21°31'59"E, 22.16 feet to a point on a line parallel with and 835.51 feet north of (as measured perpendicularly to) the south line of said Southwest Quarter, said point being the terminus of this line description.

Contains 6.13 acres, more or less.