

**RESOLUTION OF THE
WHITE MOUNTAIN APACHE TRIBE OF THE
FORT APACHE INDIAN RESERVATION**

WHEREAS, the Tribal Council of the White Mountain Apache Tribe ("Tribe") adopted Resolution No. 05-94-144 on May 25, 1994, approving and authorizing a Business Loan Agreement and Additional Provisions thereto ("Agreement"), the Negative Pledge and Conditional Security Agreement and all other documents relating to the Revolving Loan (collectively, the "Loan Documents") between the Tribe and First Interstate Bank of Arizona; and

WHEREAS, the Tribal Council has concluded that it is in the best interest of the Tribe to increase the maximum principal amount of the Revolving Loan from \$2,000,000 to \$2,500,000 (the "Increase"); and

WHEREAS, the Tribal Council has concluded that it is in the best interest of the Tribe to authorize and direct the Fort Apache Timber Company ("FATCO") to consent to the Increase.

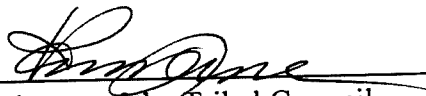
BE IT RESOLVED by the Tribal Council of the White Mountain Apache Tribe that:

1. The Increase is hereby approved and authorized, provided that the maturity date of the Loan shall not extend beyond September 29, 1996.
2. The Tribal Chairman is hereby authorized and directed to take appropriate action to cause FATCO to consent to the Increase.
3. The Tribal Chairman, acting alone, is hereby authorized to execute and deliver such definitive documentation for the Increase as he, in his discretion, shall determine to be satisfactory for that purpose.
4. All acts of the Tribal Chairman to increase the principal amount of the Loan prior to the date hereof are hereby ratified, adopted, confirmed and approved by the Tribal Council.

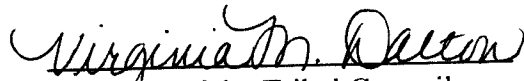
BE IT FURTHER RESOLVED by the Tribal Council that this Resolution supplements and does not supersede Resolution No. 05-94-144 which, as heretofore supplemented, remains in full force and effect.

Resolution No. 04-96-081

The foregoing resolution was on April 11, 1996 duly adopted by a vote of seven for and three against by the Tribal Council of the White Mountain Apache Tribe, pursuant to authority vested in it by the White Mountain Apache Tribe Constitution, including Article IV, Section 1 (a), (b), (i), (l), (t) and (u) of the Constitution of the Tribe, ratified by the Tribe September 30, 1993, and approved by the Secretary of Interior on November 12, 1993, pursuant to Section 16 of the Act of June 18, 1934 (48 Stat. 984).


Chairman of the Tribal Council

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Secretary of the Tribal Council