

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

WHEREAS, Fort Apache Timber Company, a major enterprise of the White Mountain Apache Tribe has been adversely impacted by the shift in market trends toward more speciality lumber products; and

WHEREAS, FATCO management has developed a Ten Year Strategic Plan the implementation of which requires technological upgrades to the current sawmill; and

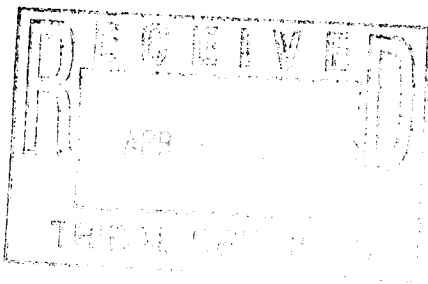
WHEREAS, FATCO management has prepared a proposal to develop a scrag mill operation that would enable FATCO to develop more specialty wood products; and

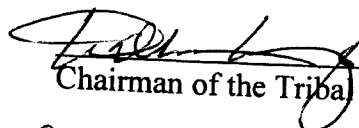
WHEREAS, FATCO is applying for a US DHHS Administration for Native Americans grant to fund the development of the scrag mill operations.

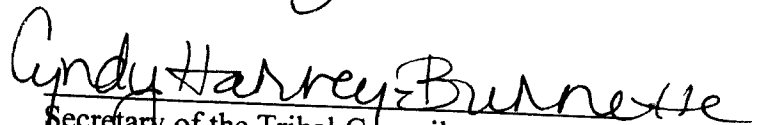
BE IT RESOLVED by the Tribal Council of the White Mountain Apache Tribe that it hereby supports the submittal of an application by FATCO to the US DHHS Administration for Native Americans to develop the FATCO scrag mill expansion.

BE IT FURTHER RESOLVED by the Tribal Council of the White Mountain Apache Tribe that it hereby supports the submittal of an application by FATCO to the US DHHS ANA in the amount of \$1,000,000 and agrees to provide a minimum of 20% of the total project costs from cash, in-kind, and other resources to the FATCO project.

The foregoing resolution was on January 24, 2001 duly adopted by a vote of SIX for, ZERO against and ONE abstention by the Tribal Council of the White Mountain Apache Tribe, pursuant to authority vested in it by Article IV, Section 1 (a), (b), (f), (h), (i), (j), (s), (t), and (u) of the Constitution of the Tribe, ratified by the Tribe September 30, 1993, and approved by the Secretary of the Interior on November 12, 1993, pursuant to Section 16 of the Act of June 18, 1934 (48 Stat. 984).




Chairman of the Tribal Council


Secretary of the Tribal Council