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Recording requested by and when recorded mail to:

The Nature Conservancy Attn: Legal Department 201 Mission Street, 4th Floor San Francisco, CA 94105

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Grant Deed of Conservation Easement

(Irvine Ranch Land Reserve – East Orange)

- A. Since 1894 Grantor has owned the vast landholdings in Orange County, California, known as the "Irvine Ranch" (the "Irvine Ranch"). Grantor has designated substantial portions of the Irvine Ranch for open space and conversation purposes, and Grantor wishes to ensure that significant additional areas of the Irvine Ranch are used in perpetuity for conservation purposes.
- B. Grantor owns that portion of the Irvine Ranch more particularly described in <u>Schedule 1</u> attached hereto (the "Property") and generally depicted on the map attached hereto as <u>Schedule 2</u>.
- C. The Property possesses significant natural, ecological, scenic, open space, recreational and educational values for conservation purposes (collectively, the "Conservation Values"), which are of importance to Grantor and Grantee, to the people of the County of Orange, and to the people of the State of California.
- D. More specifically, the natural and ecological Conservation Values which the Property possesses include open space land, habitat, and habitat linkages essential to preserving various natural communities, including coastal sage scrub, chaparral, native grasslands, oak woodlands, riparian forests, and aquatic communities. Many sensitive, rare and endangered plant and animal species are dependent on such natural communities, including but not limited to, intermediate mariposa lily, Catalina mariposa lily, many-stemmed dudleya, mule deer, mountain lion, bobcat, coyote, American badger, western spadefoot toad, California gnatcatcher

and coastal cactus wren. The protection of the Property will also help support many non-listed species which are dependent on the water sources, nesting habitat and food sources found on the Property; will enhance connectivity between other nearby protected areas, parks, and/or watershed areas for wildlife; and will help ensure that this area and its existing features will continue to be conserved for its natural habitat values.

- E. In addition, preservation of the Conservation Values of the Property will produce the significant public benefits of preserving open space against development pressure, providing protection for scenic qualities unique to the area, providing public access and venues for appropriate educational and recreational activities, and providing venues and targets for scientific study.
- F. Grantor, as the owner of the Property, owns the right to identify, preserve, protect, and enhance the Conservation Values of the Property.
- G. The State of California has recognized the public importance and validity of conservation easements by enactment of Sections 815 et seq. of the California Civil Code.
- H. Grantee is a non-profit corporation incorporated under the laws of the District of Columbia and a tax-exempt public charity as described in Section 815.3 of the California Civil Code and the Internal Revenue Code of 1986, as amended, ("IRC") Sections 501(c)(3) and 509(a)(1); and a "qualified organization" within the meaning of that term in IRC Section 170(h), qualified to acquire and hold conservation easements.

Now, therefore, in consideration of the foregoing recitals, the respective agreements of the parties hereinafter set forth, and other good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, and pursuant to Sections 815 *et seq.* of the California Civil Code, the parties hereby agree as follows:

- Grantee, and to the successors and assigns of Grantee, and Grantee hereby accepts, a conservation easement in gross on, over, and across the Property (the "Easement"), subject to and in accordance with the terms and conditions of this Deed. It is the intent of Grantor and Grantee, and it is the purpose of the Easement, that the Conservation Values of the Property be preserved and protected in perpetuity (the "Easement Purposes").
- 2. <u>Easement Documentation Report</u>. The parties acknowledge that certain natural, ecological and other attributes of the Property particularly relevant to the Easement are further documented in an inventory of such attributes, which is referred to hereinafter as the "Easement Documentation Report." Grantor and Grantee each have a copy of the Easement Documentation Report, executed by both parties to acknowledge their approval and receipt of the Easement Documentation Report. The parties agree that the Easement Documentation Report contains an accurate representation of such natural, ecological and other attributes of the Property at the time that this Deed is recorded, and is intended to serve as an objective, though non-exclusive, information baseline for monitoring compliance with the terms of the Easement. The foregoing notwithstanding, if a dispute arises with respect to the nature and extent of the

physical or biological condition of the Property, the parties shall not be foreclosed from utilizing any and all other relevant documents, surveys, or other evidence or information to assist in the resolution of the dispute.

- 3. <u>Rights Conveyed to Grantee</u>. The affirmative rights conveyed to Grantee by this Deed and pursuant to the Easement are as follows:
- (a) The right to identify, preserve and protect in perpetuity the Conservation Values of the Property as follows:
- (i) The right to access and enter upon the Property at all reasonable times, using any and all easements and rights of way appurtenant to the Property (if any), in order to (A) inspect the Property, (B) exercise and enforce the rights which are granted to Grantee herein, and (C) determine whether the activities conducted on the Property are in compliance with the terms of this Deed; it being understood that such access and entry will be made in a manner that will not interfere unreasonably with the permitted use(s) or enjoyment of the Property by Grantor, its successors in interest, or any legally recognized occupant(s) or user(s) of the Property;
- (ii) Provided Grantee shall give Grantor at least thirty (30) days prior written notice describing in reasonable detail the activity to be undertaken by Grantee under this clause (ii), the right to conduct fish, wildlife, plant, and habitat studies on the Property, as well as the right to conduct research and monitoring on the Property; it being understood and agreed that (A) such studies, research and monitoring will be made in a manner that will not interfere unreasonably with the permitted use(s) or enjoyment of the Property by Grantor, its successors in interest, or any legally recognized occupant(s) or user(s) of the Property and (B) Grantee shall carry out such studies, research and monitoring in a manner which minimizes as much as reasonably possible harm to the Conservation Values of the Property; and
- (iii) The right to enjoin any activity on the Property or other use of the Property which is inconsistent with the terms of this Deed, and to enforce the restoration of such areas or features of the Property as may hereafter be damaged by Grantor by any such inconsistent activity or use, all in accordance with the provisions of Paragraph 7 below.
- (b) From and after the date that the Property (or portion thereof as applicable) has been transferred by The Irvine Company, if Grantee reasonably believes at any time that either inadequate provision has been made in the Resource Plan (defined in Paragraph 6 below) for any specific activity listed on <u>Schedule 3</u> attached hereto (a "Schedule 3 Activity") or any Schedule 3 Activity as provided for in the Resource Plan is not being carried out in accordance with the Resource Plan, then Grantee shall have the right to carry out such Schedule 3 Activity on the Property itself subject to the following conditions: (i) Grantee shall first give Grantor notice of the proposed Schedule 3 Activity in the manner provided in Paragraph 8 below; (ii) Grantee shall carry out such Schedule 3 Activity only if no timely and reasonable objection to such Schedule 3 Activity has been made by Grantor pursuant to Paragraph 8; and (iii) Grantee shall carry out such Schedule 3 Activity in a manner which minimizes as much as reasonably possible harm to the Conservation Values of the Property.

For purposes of this subparagraph 3(b), the transfer, whether in one transaction or a series of transactions, of more than fifty percent (50%) of the ownership interests in The Irvine Company ("Irvine") shall be deemed a transfer of the Property, except that the transfer of ownership interests to the following shall not be included in such calculation: (A) any parent, subsidiary or affiliate of Irvine, (B) any individual, trust or other entity to which transfers are made for estate planning purposes and for no consideration, or (C) any heir, devisee, assignee or transferee receiving the interests upon death of the owner of such interests. As used above, "parent" shall be any person or entity who or which holds, directly or indirectly, a majority of the outstanding voting rights in or profit and loss interests in Irvine; a "subsidiary" shall be any entity as to which Irvine holds, directly or indirectly, a majority of the outstanding voting rights in or profit and loss interests; and an "affiliate" shall be any subsidiary of any parent of Irvine and any spouse, sibling or first generational lineal descendent of any parent of Irvine.

- 4. <u>Permitted Uses of the Property</u>. Grantor shall be entitled to use the Property for all purposes not inconsistent with the terms of this Deed. The uses of the Property set forth in <u>Schedule 4</u> attached hereto are permitted at the Property, subject to the limitations (if any) set forth in such <u>Schedule 4</u>.
- 5. Prohibited Uses of the Property. Any activity on or use of the Property which involves or permits the destruction of the Conservation Values of the Property is prohibited. The activities and uses set forth in Schedule 4 attached hereto (subject to such restrictions as may be set forth in such Schedule 4, including any restrictions as to time, manner or area within which the activity is permitted) are deemed not to be destructive of the Conservation Values of the Property. The uses of the Property set forth in Schedule 5 attached hereto are inconsistent with the terms of this Deed and, therefore, prohibited at the Property except to the extent (if any) permitted pursuant to the terms of Schedule 5.

6. Resource Plan.

- (a) Certain specific uses and practices permitted upon the Property in furtherance of the Easement Purposes are described in that certain Resource Plan for the Property dated concurrent with the date of this Deed (the "Resource Plan"), which has been mutually prepared and agreed upon by Grantor and Grantee. The Resource Plan may be updated in writing from time to time by mutual agreement of Grantor and Grantee in furtherance of the Easement Purposes. It is the intent of the parties that the Resource Plan will demonstrate, among other things, how substantial and regular use of the Property by the public is being achieved, or will be achieved within a reasonable time of the execution of this Deed, through recreational and educational uses permitted under the terms of this Deed. To be effective for purposes of this Deed, any update, modification or addition to the Resource Plan (collectively, an "amendment" to the Resource Plan) must be in writing and must be approved or deemed approved by both Grantor and Grantee in accordance with the provisions of Paragraph 8 below.
- (b) The intent of the parties is that, for those uses of the Property addressed by the Resource Plan, the Resource Plan will determine the nature, extent and/or location of the specified uses, and such uses shall only be carried out as provided in the Resource Plan. Apart from such determinations, which shall be consistent with the Easement Purposes, the right and

obligation to manage and operate the Property shall continue to rest entirely with Grantor, except to the extent of Grantee's explicit rights set forth in this Deed. Nothing in this Deed is intended or shall be deemed to require Grantor to undertake any use or activity addressed or permitted under the Resource Plan, provided that Grantor shall undertake sufficient recreational and educational uses on the Property, as provided in the Resource Plan, to achieve substantial and regular use of the Property by the general public.

(c) If at any time the Property is divided and portions of the Property are held by different fee owners, then the Resource Plan as it exists at the time of such division of the Property shall automatically become the Resource Plan for each of the separated portions of the Property, to the extent applicable thereto, and shall thereafter be subject to amendment from time to time as to each portion of the Property by mutual agreement of Grantee and the then-fee owner of only such affected portion of the Property in furtherance of the Easement Purposes, as provided in this **Paragraph 6** above and in **Paragraph 8** below.

7. Remedies for Violation.

- (a) The following provisions shall be applicable to Grantee's enforcement of the Easement:
- (i) <u>Notice of Violation</u>. If Grantee becomes aware that a violation of the terms of this Deed by Grantor (a "Violation") has occurred or is threatened to occur, Grantee may give written notice to Grantor of the Violation (a "Violation Notice").
- (ii) <u>Corrective Action</u>. Upon receipt of a Violation Notice, Grantor shall promptly commence, and thereafter diligently pursue to completion, corrective action sufficient to cure the Violation and, where the Violation involves injury to the Property resulting from any use or activity by or through Grantor in violation of the terms of this Deed, to restore the portion of the Property so injured. Grantor shall be in default under this Deed (a "Grantor Default") if Grantor fails to so cure the Violation within ninety (90) days after the Violation Notice is received; provided that, if more than ninety (90) days is reasonably required for the corrective action, then, if Grantor promptly begins the corrective action within such ninety (90) day period, no Grantor Default shall exist for so long thereafter as Grantor is diligently pursuing such cure to completion.
- (iii) Remedies. Grantee shall have all remedies available at law or in equity to enforce the terms of this Deed. Without limiting the generality of the forgoing sentence, in the event of a Grantor Default, Grantee shall have the right to: (A) seek a temporary or permanent injunction with respect to any activity causing a Violation; (B) force the restoration of that portion of the Property affected by the Violation to a condition similar or equivalent to the condition that existed prior to the Violation, by restoring soils, replanting suitable native vegetation, or taking such other action as Grantee reasonably deems necessary to achieve such restoration; and (C) recover any additional damages arising from the Violation. The foregoing remedies shall be cumulative and shall be in addition to all other remedies existing at law or in equity with respect to a Violation.

- (iv) Emergency Enforcement. The foregoing provisions notwithstanding, if Grantee reasonably determines that a Violation has occurred and circumstances require immediate action to prevent, terminate, or mitigate significant damage to or the destruction of any of the Conservation Values, or to prevent, terminate, or mitigate a significant violation of a material term of this Deed, Grantee may give a Violation Notice to Grantor (which may, however, be given orally in such cases, and then followed by written notice, if the emergency circumstances warrant doing so) and, following receipt by Grantor of such Violation Notice, Grantee may then pursue its remedies under this Deed without waiting for the period to cure the Violation which is provided for above.
- (b) Costs of Enforcement. In any action, suit or other proceeding undertaken to enforce any right or obligation under this Deed, or to interpret any of the provisions of this Deed, the prevailing party shall be entitled to recover from the non-prevailing party the costs and expenses of such proceeding, including (but not limited to) the court costs and attorneys' fees and expenses incurred by the prevailing party (whether incurred at the trial, appellate, or administrative level), in such amount as the court or administrative body may judge reasonable, all of which may be incorporated into and be a part of any judgment or decision rendered in such action, suit or other proceeding.
- (c) No Waiver. Enforcement of the terms and provisions of this Deed shall be at the discretion of each party hereto, and the failure of a party to discover a violation or breach of the terms of this Deed or to take action under this Deed with respect to a given violation or breach shall not be deemed or construed to be a waiver of the rights of such party under this Deed in the event of any subsequent occurrence of that or any other violation or breach.
- (d) Waiver of Jury Trial. Grantor and Grantee each acknowledges that it has had the advice of counsel of its choice with respect to rights to trial by jury under the constitutions of the United States and the State of California. Each party expressly and knowingly waives and releases all such rights to trial by jury in any action, proceeding or counterclaim brought by either party against the other on any matters arising out of or in any way connected with this Deed, the Easement and/or the Property.
- (e) <u>Mediation</u>. Except in cases where injunctive relief is being sought, or where emergency action is authorized under the terms of this Deed, if a dispute arises from or relates to the terms and provisions of this Deed, the Easement or any other matter referred to herein, which cannot be settled by direct discussions or negotiation, Grantee and Grantor agree first to try in good faith to settle the dispute by non-binding mediation administered by the American Arbitration Association under its Commercial Mediation Rules, or by such other organization or individual and under such rules as the parties may agree, before resorting to litigation or some other dispute resolution procedure.
- 8. <u>Approval Process</u>. Whenever the agreement or consent of either Grantor or Grantee to a proposed action or activity (a "Proposed Activity") is required pursuant to this Deed, including without limitation an amendment to the Resource Plan, the party seeking the approval (the "Requesting Party") shall give the other party (the "Notified Party") a written notice requesting approval and informing the Notified Party in reasonable detail of all material

aspects of the Proposed Activity (collectively, a "Request Notice"), and the following provisions shall then be applicable:

- (a) The Notified Party shall have sixty (60) days after receipt of the Request Notice (the "Sixty Day Period") to respond in writing to the Requesting Party and in such writing either disapprove the Proposed Activity giving specific reasons for its disapproval or approve the Proposed Activity. The Notified Party may not unreasonably withhold its approval to the Proposed Activity.
- (b) If at any time during the Sixty Day Period the Notified Party reasonably requests in writing to the Requesting Party additional specified information regarding the Proposed Activity, the Requesting Party shall promptly provide such information to the Notified Party.
- (c) If the Notified Party reasonably requires more than sixty (60) days to respond to the Request Notice, the Notified Party may so notify the Requesting Party in writing during the Sixty Day Period. Such notice must specify the Notified Party's reasons for desiring the extension and must set forth the date by which the Notified Party will respond, which date may in no event exceed one hundred twenty (120) days after the original date of receipt of the Request Notice. If the extension is requested within the time period and in the manner required above, the response period within which the Notified Party must respond as set forth in subparagraph 8(a) above shall be extended to that date so requested by the Notified Party.
- (d) Any disapproval of a Proposed Activity must be based upon the Notified Party's reasonable opinion that the Proposed Activity is inconsistent with the terms of this Deed. Any disapproval of an amendment to the Resource Plan may also be based upon the Notified Party's reasonable objection to the Proposed Activity based on furtherance of the Easement Purposes. Any notice of disapproval of the Proposed Activity must specify (i) the manner in which the Notified Party so believes that the Proposed Activity is inconsistent with the terms of this Deed or, with respect to an amendment to the Resource Plan, is objectionable based on furtherance of the Easement Purposes and (ii) where reasonably practical, the Notified Party's suggestions as to how the Proposed Activity could be modified to be approved by the Notified Party.
- (e) If the Notified Party provides the Requesting Party with a notice of disapproval within the time period and in the manner required above, the Requesting Party shall not, and shall not have the right to, commence or conduct the Proposed Activity. If the Notified Party fails to provide the Requesting Party with a notice of disapproval within the time period and in the manner required above, the Notified Party shall be deemed to have agreed upon or consented to (as applicable) the Proposed Activity and shall have no further right to object to the Proposed Activity as described in the Request Notice (as supplemented, if applicable).
- (f) The Requesting Party shall have the right to commence or conduct the Proposed Activity only upon actual agreement or consent, or deemed agreement or consent as provided above, of the Notified Party. No actual or deemed agreement or consent to, or failure to object to, any Proposed Activity shall constitute agreement or consent to any material aspect

of the Proposed Activity which was not disclosed in the Request Notice (including any supplemental information, as noted above), or to any subsequent action or activity of the same or any different nature, nor shall it alter any of the terms of this Deed.

- With respect to any portion of the Property, if there is at any time more (g) than one entity or person holding undivided interests (or otherwise less than 100%) of the fee title to that portion of the Property, then it shall be the responsibility of such multiple entities and/or persons to come to an agreement among themselves as to the giving of, or response to, a Request Notice under this Deed concerning that portion of the Property. Grantee shall be entitled to rely on a Request Notice, or response thereto, given by any one of such entities or persons holding the largest (or equally largest) interest in that portion of the Property, unless Grantee shall have received written notice hereunder executed by such entities and/or persons holding at least fifty one percent (51%) of the interests in that portion of the Property, appointing one such owner as their agent for purposes of giving and responding to notices under this Deed, in which event such appointed owner shall be the "Grantor" hereunder for such purposes and Grantee shall not rely on the notice or response of any other. The entities and/or persons holding at least fifty one percent (51%) of the interests in that portion of the Property shall be entitled to change their appointed agent by notice to Grantee at any time, in the manner specified above, whereupon the newly appointed owner shall thenceforth have such role on behalf of Grantor.
- 9. <u>Notices</u>. Except as otherwise provided in this Deed, any notice, demand, request, consent, or approval of any kind that is required under the terms of this Deed (in each case, a "Notice") shall be subject to the following provisions:
- (a) Each Notice shall be in writing and shall be served upon the party being addressed at the most recent address(es) which the addressed party has provided for such purposes under this Deed, by any of the following means: (i) by delivery in person; (ii) by certified U.S. mail, return receipt requested, postage prepaid; or (iii) by Federal Express or other reputable "overnight" delivery service, provided that next-business-day delivery is requested by the sender.
- (b) If delivered in person, a Notice will be deemed received immediately upon delivery (or refusal of delivery or receipt). If sent by certified mail, a Notice will be deemed received on the date of actual delivery (or refusal of delivery or receipt). If sent by Federal Express or other reputable "overnight" delivery service, a Notice will be deemed received on the date of actual delivery.
- (c) By written Notice to all other parties in the aforesaid manner, any party may from time to time designate a replacement for any address specified below for such party, and the replacement address shall then be substituted for the one previously in effect, provided that in no case shall any party subject to the terms of this Deed have a total number of addresses for Notices to such party in excess of two.
- (d) The parties initially designate the following addresses to be used for Notices sent to them:

If to Grantor:

The Irvine Company

Attn: TNC Conservation Easement Coordinator

550 Newport Center Drive Newport Beach, CA 92660 The Irvine Company Attn: General Counsel 550 Newport Center Drive Newport Beach, CA 92660

If to Grantee:

The Nature Conservancy

Attn: Irvine Ranch Land Reserve Project Director

1400 Quail Street, Suite 130 Newport Beach, CA 92660 and to:

and to:

The Nature Conservancy Attn: Legal Department 201 Mission Street, 4th Floor San Francisco, CA 94105

- 10. Responsibility for Operations. Grantor shall have and retain all responsibility for, and shall bear all costs and liabilities of, the ownership of the Property, and compliance with any statutes, laws, ordinances, rules, regulations, codes, orders, guidelines, or other restrictions, or requirements applicable to the Property which have been enacted or otherwise promulgated by any federal, state, county, municipal, or other governmental or quasi-governmental agency, board, bureau, commission, court, department, panel, or other official body (whether legislative, administrative, or judicial), or by any competent official of any of the foregoing (in each case, an "Applicable Law"), except as expressly stated otherwise in this Deed. Without placing any limitation on the foregoing sentence, the parties agree as follows:
- (a) Grantee shall have no duty or responsibility for (i) the operation or maintenance of the Property except to the extent specifically undertaken by Grantee as permitted under this Deed, (ii) the monitoring of any hazardous conditions thereon, or (iii) the protection of Grantor, the public, or any other person or entity from any risks relating to conditions on the Property, except to the extent that the risks involved are the result of the activities of Grantee on the Property. Nothing in the foregoing, however, is intended or shall be deemed in any way to override the provisions of subparagraph 11(b) below, and to that end, Grantee assumes all risk of entry on the Property by Grantee or any of Grantee's Parties (defined below).
- (b) Grantor shall be solely responsible for any and all real property taxes and assessments levied by competent authority on the Property.
- (c) The terms of this Deed are not intended and shall not be deemed to require or obligate Grantor, or impose on Grantor the responsibility, to prevent or stop the following, or restore, correct or otherwise remediate any injury or damage caused by the following: (i) third parties (excluding third parties who are agents or contractors acting for or under control of Grantor and within the scope of their engagement with Grantor) using the Property in a manner prohibited by the terms of this Deed, (ii) events beyond Grantor's control including, without limitation, government action, fire, flood, storm and naturally occurring earth movement, or (iii) injury to or change in the Property resulting from prudent action taken by Grantor to prevent, abate or mitigate significant injury to the Property resulting from or anticipated to result from such third party prohibited uses or events beyond Grantor's control. Notwithstanding anything

to the contrary in the foregoing sentence, if Grantee discovers any unauthorized use or activity on the Property that is destructive of the Conservation Values of the Property, and Grantee gives Grantor written notice thereof, Grantor shall use reasonable best efforts to stop or prevent any such use of the Property; provided that in no event shall the foregoing require Grantor to pursue litigation, undertake policing activities on the Property, or engage in any activity which would be detrimental to the Conservation Values of the Property.

- (d) Grantor shall be responsible for maintaining real and personal property insurance related to the Property, except that Grantee shall be responsible for maintaining any property insurance it desires on its own personal property which may be located (if permitted hereunder) from time to time at the Property. Grantor shall also be responsible for maintaining liability insurance with respect to its ownership and operation of the Property. Notwithstanding anything to the contrary in the foregoing, (i) Grantee shall be responsible for maintaining insurance with respect to any and all of Grantee's activities on or relating to the Property, as well as with respect to its obligations and liabilities under this Deed, including without limitation its liabilities under subparagraph 11(b) below, and (ii) prior to any entry on the Property by Grantee or anyone acting for or under authority of Grantee, Grantee shall obtain insurance with the coverages, in the amounts, in the forms and otherwise all as reasonably required under Grantor's then current standard form entry permit. Grantee shall deliver to Grantor evidence of such insurance within fifteen (15) days of Grantor's reasonable request from time to time.
- (e) Grantor shall be solely responsible for obtaining any and all applicable governmental permits and approvals for, and otherwise complying with all Applicable Laws relating to, any activity or use of the Property by Grantor which is permitted by this Deed. Grantee shall be solely responsible for obtaining any and all applicable governmental permits and approvals for, and otherwise complying with all Applicable Laws relating to, any activity or use of the Property by Grantee which is permitted by this Deed.
- (f) Grantor shall keep Grantee's interest in the Easement free of any liens caused by Grantor or anyone acting for or under the authority of Grantor, including those arising out of any work performed for, materials furnished to, or obligations incurred by Grantor. Likewise, Grantee shall keep Grantor's interest in the Property free of any liens caused by Grantee or anyone acting for or under the authority of Grantee, including those arising out of any work performed for, materials furnished to, or obligations incurred by Grantee.
- (g) Except to the extent (if any) due to the acts or omissions of Grantee, or any of Grantee's Parties, Grantee shall have no responsibility whatsoever with respect to any of the following which may be located at the Property at any time: wastes, materials, chemicals, or other substances (whether in the form of liquids, solids, or gases, and whether or not airborne) which are ignitable, reactive, corrosive, toxic, or radioactive, or which are deemed to be pollutants, contaminants, or hazardous or toxic substances under or pursuant to any Applicable Law, or which are to any extent regulated by, form the basis of liability under, or are otherwise under the authority of any Applicable Law (in each case, a "Hazardous Material"), including (but not limited to) petroleum-based products and any material containing or producing any polychlorinated biphenyl, dioxin, or asbestos, as well as any biocide, herbicide, insecticide, or other agrichemical.

(h) Nothing in this Deed shall be construed to create in or give to Grantee: (i) the obligations or liabilities of an "owner" or "operator" as those words are defined and used in the Comprehensive Environmental Response, Compensation and Liability Act of 1980, as amended (42 US Code Sections 9601 et seq.) or any other Applicable Law concerning Hazardous Materials (in each case, a "Hazardous Materials Law"), including (but not limited to) the Hazardous Materials Transportation Act (49 US Code Sections 6901 et seq.); the Hazardous Waste Control Law (California Health & Safety Code Sections 25100 et seq.); and any rule, regulation, or other promulgation adopted under any of the foregoing; (ii) the obligations or liabilities of a person described in 42 USC §9607(a)(3); (iii) the obligations of a responsible person under any applicable Hazardous Materials Law; (iv) any obligation, right or permission to investigate, remove, remediate, abate, or otherwise clean up any Hazardous Materials located at or associated with the Property; or (v) control over Grantor's ability to investigate, remove, remediate, abate, or otherwise clean up any Hazardous Materials located at or associated with the Property in compliance with any Hazardous Materials Law.

11. Indemnification.

- (a) <u>Indemnification by Grantor</u>. Grantor hereby agrees to indemnify, hold harmless and defend Grantee, each of the officers, directors, employees, agents, invitees, and contractors of Grantee, and each of the heirs, successors, and assigns of such parties (collectively, "Grantee's Parties"), from and against any and all of the following: claims, costs, liabilities, penalties, damages, or expenses of any kind or nature whatsoever, to any person or property, and whether based on negligence, strict liability or other claim (including, but not limited to, court costs and reasonable attorneys' fees and expenses, whether incurred at the trial, appellate, or administrative level, or in connection with any required arbitration) (collectively, "Claims") which any of Grantee's Parties may suffer or incur, or to which any of Grantee's Parties may be subjected, to the extent such Claims are the result of or arise out of (i) any breach or violation of the terms of this Deed or the Easement by Grantor, or by anyone acting for or under the authority of Grantor, (ii) any other activity of Grantor or any of Grantor's Parties (defined below) on, at, or with respect to the Property, or (iii) the gross negligence or willful misconduct of Grantor or any of Grantor's Parties on, at or with respect to the Property.
- (b) <u>Indemnification by Grantee</u>. Grantee agrees to indemnify, hold harmless and defend Grantor, each of Grantor's divisions, subsidiaries and affiliated entities, and each of their shareholders, officers, directors, trustees, employees, agents, invitees, and contractors, and each of the heirs, successors, and assigns of such parties (collectively, "Grantor's Parties"), from and against any and all Claims, which any of Grantor's Parties may suffer or incur, or to which any of Grantor's Parties may be subjected, to the extent such Claims are the result of or arise out of (i) any breach or violation of the terms of this Deed or the Easement by Grantee, or by anyone acting for or under the authority of Grantee, (ii) any entry, act, omission, or other activity upon the Property or in accessing the Property by Grantee or any of Grantee's Parties, or (iii) the gross negligence or willful misconduct of Grantee or any of Grantee's Parties on, at or with respect to the Property.

- (c) General. The term "Grantor's Parties" as used in subparagraph 11(a) above does not include, and shall not be interpreted to include, Grantee or any of Grantee's Parties, notwithstanding (i) that Grantee may be deemed to be Grantor's invitee to the Property or (ii) anything else to the contrary in this Deed. The foregoing indemnities and obligations to hold harmless and defend are intended to apply with respect to all Claims incurred directly by the indemnified party or parties, or their property, as well as by third parties or the indemnifying party. The foregoing obligation to defend Grantee and Grantee's Parties shall mean the obligation to defend with counsel reasonably approved in writing by Grantee. Likewise, the foregoing obligation to defend Grantor and Grantor's Parties shall mean the obligation to defend with counsel reasonably approved in writing by Grantor. Neither payment nor a finding of liability or of an obligation to defend shall be a condition precedent to the enforcement of any indemnity or duty to defend provision herein.
- 12. <u>Subsequent Liens on Property</u>. No provision of this Deed is to be construed as impairing the ability of Grantor to use the Property as collateral for any loan, provided that any lien created thereby shall be subordinate to the terms of this Deed and the Easement.
- 13. Effect of Easement. The parties acknowledge that the Easement is an easement in gross, and that, pursuant to the terms of Sections 815 et seq. of the California Civil Code: (a) the Property is declared to be open and natural land, and may not be converted or directed to any uses other than as permitted under this Deed and the Easement; (b) the Easement shall run with and burden the title to the Property in perpetuity, and shall bind all persons having or acquiring any right, title or interest in the Property (during their ownership of such interest), for the benefit of Grantee and the successors and permitted assigns of Grantee; and (c) the Easement shall confine the use of the Property to such activities as are not inconsistent with the terms of this Deed.
- 14. <u>Subsequent Transfers by Grantor</u>. Grantor shall notify Grantee, in advance of the transfer, of any deed, lease or other legal instrument by which Grantor hereafter conveys or otherwise transfers fee simple title to the Property, or any leasehold, possessory or other interest in the Property. Grantor shall use its best efforts to provide a true and complete copy of this Deed, as recorded, to each transferee of any interest in the Property. No failure by Grantor to give such notice or provide such copies shall, however, affect to any extent the enforceability of the Easement or any of the terms of this Deed.
- 15. <u>Additional Instruments</u>. Grantee is authorized to record or file from time to time any and all notices or instruments which may be appropriate to ensuring the perpetual enforceability of this Deed and the Easement, including (but not limited to) re-recording this Deed, or a copy thereof, for such purpose, and Grantor agrees to execute, acknowledge, and/or deliver (as applicable) any and all such notices or instruments upon reasonable request from Grantee to do so.
- 16. <u>Interpretation</u>. It is the intent of this Deed and the Easement to further the Easement Purposes, and Grantor and Grantee therefore acknowledge and agree as follows concerning the interpretation of this Deed and the terms of the Easement:

- (a) The provisions of this Deed shall be construed liberally, in order to effectuate the Easement Purposes, while allowing Grantor to use and enjoy the Property to the extent that such use and enjoyment is not inconsistent with the terms of this Deed (including the activities expressly permitted in <u>Schedule 4</u> to this Deed). Liberal construction is expressly required for purposes of effectuating the Easement in perpetuity, notwithstanding economic or other hardship or any change in circumstances of any kind. If any provision in this Deed is found to be ambiguous, an interpretation consistent with the Easement Purposes that would render the provision valid shall be favored over any interpretation that would render it invalid.
- (b) If any provision of this Deed, or the application thereof to any person(s) or circumstance(s), shall to any extent be held to be invalid, illegal, or unenforceable in any respect by any court of competent jurisdiction: (i) neither the remainder of this Deed, nor the application of such provision to any person(s) or circumstance(s), other than those as to whom or which it is held to be invalid or unenforceable, shall be affected thereby; (ii) this Deed shall be construed as though such invalid, illegal or unenforceable provision had never been contained in this Deed; and (iii) every provision of this Deed shall be valid and enforceable to the fullest extent permitted by the Applicable Laws. If any provision is so stricken from this Deed, the parties agree to negotiate in good faith any modifications that may be required to effectuate the intent of this Deed and the Easement.
- (c) The parties acknowledge that each party and its counsel have reviewed, revised (where it was deemed appropriate), and approved this Deed, and that no rule of construction that ambiguities are to be resolved against the drafting party shall be employed in the interpretation of this Deed.
- (d) In the event of any conflict between the provisions of this Deed and the provisions of any use or zoning restrictions of the State of California, the County of Orange, or any other governmental entity with jurisdiction over the Property, the most restrictive provision shall apply.
- (e) The terms of this Deed are intended by the parties hereto as a final expression of their agreement with respect to the subject matter hereof, and may not be contradicted by evidence of any prior or contemporaneous agreement. The parties further intend that this Deed constitute the complete and exclusive statement of its terms, and that no extrinsic evidence of any kind which contradicts the terms of this Deed may be introduced in any proceedings (judicial or otherwise) involving this Deed, except for evidence of a subsequent written amendment to this Deed. This Deed may not be modified, amended or otherwise changed in any manner, except by a written amendment executed by all of the parties hereto, or their successors in interest.
- (f) In this Deed, personal pronouns shall be construed as though of the gender and number required by the context, the singular including the plural, the plural including the singular, and each gender including other genders, all as may be required by the context. Wherever in this Deed the term "and/or" is used, it shall mean: "one or the other, both, any one or more, or all" of the things, events, persons or parties in connection with which the term is used. Wherever in this Deed the term "including," "such as" or "for example" is used, or a term

with similar definition is used, it shall include "without limitation" whether or not such term is also stated, it being the intent that such terms are not intended to be limiting. The headings of the various paragraphs of this Deed are intended solely for reference purposes, and are not intended for any purpose whatsoever to modify, explain, or place any construction on any of the provisions of this Deed. This Deed shall be governed by, construed in accordance with, and interpreted under, the internal law of the State of California.

- (g) Any and all recitals in this Deed are agreed by the parties to be accurate and shall constitute an integral part of this Deed, and this Deed shall be construed in light of those recitals. Any and all exhibits, schedules, and addenda attached to and referred to in this Deed are hereby incorporated into this Deed as fully as if set out in their entirety herein.
- (h) No remedy or election given by any provision in this Deed shall be deemed exclusive unless so indicated, and each such remedy or election shall, wherever possible, be cumulative with all other remedies at law or in equity. Grantor and Grantee hereby waive with respect to this Deed and the Easement any defense of laches, estoppel, prescription, or changed circumstances. Without placing any limitation on the foregoing provisions, Grantor and Grantee agree that no statute of limitations shall start to run and no estoppel or similar defense shall arise against any action brought to enforce or interpret this Easement, unless and until the party against whom such defense shall be used is actually or reasonably should have been aware of a violation or is aware of a dispute regarding the interpretation of the provisions of the Easement, and Grantor and Grantee hereby waive any right to assert any defense contrary to the provisions of this subparagraph.
- (i) The terms "Grantor" and "Grantee," wherever used in this Deed, and any pronouns used in place thereof, shall mean and include, respectively: (i) the named Grantor and the personal representatives and assigns of such named Grantor as the owner of the relevant portion of the Property, and all other successors of such Grantor, as their interests may appear; and (ii) the named Grantee and the personal representatives and assigns of such named Grantee as the holder of the Easement with respect to the relevant portion of the Property, and all other successors of such Grantee, as their interests may appear.
- (j) Each of the persons or entities making up Grantor or Grantee shall be jointly and severally liable for the obligations of such party under this Deed and with respect to the Easement.
- (k) The parties may execute this Deed in two or more counterparts, all of the signature and acknowledgment pages of which shall then be combined with one of the executed counterparts by the party who will be recording the document, and the combined document shall then be recorded as the one original.
- (1) If circumstances arise under which an amendment to this Deed and the Easement would be appropriate, Grantor and Grantee may jointly amend this Deed and the Easement; provided that no amendment shall be allowed that will affect the qualification of the Easement or the status of Grantee under any Applicable Law, including Sections 815 et. seq. of the California Civil Code, or IRC Section 170(h), and any amendment shall be consistent with

the Easement Purposes. Any such amendment shall be in writing, shall refer to this Easement by reference to its recordation data, and shall be recorded in the Official Records of Orange County, California.

- (m) No person or entity other than Grantor and Grantee, and their respective successors and assigns, shall be deemed to be a beneficiary hereof, and nothing in this Deed, either express or implied, is intended to confer upon any person or entity, other than Grantor and Grantee and their respective successors and assigns, any rights, remedies, obligations or liabilities under or by reason of this Deed.
- 17. Estoppel Certificates. Upon request by Grantor from time to time, which shall not be made more often than twice per calendar year, Grantee shall, in each case no later than thirty (30) days after receipt of Grantor's request therefor, execute and deliver to Grantor an estoppel certificate or similar document which: (i) certifies that, to the best knowledge of Grantee at the time of the execution of such certificate, Grantor is in compliance with the obligations of Grantor contained in this Deed, and (ii) otherwise evidences the status of the Easement, as reasonably requested by Grantor.
- 18. <u>Valuation</u>. Grantor and Grantee agree that the Easement gives rise to a property right, immediately vested in Grantee upon recordation of this Deed. For purposes of this Deed, the parties stipulate that the fair market value of such property right (i.e. of the Easement) shall be calculated as follows:
- (a) The fair market value of the Easement on the date of recordation of this Deed (the "Original Easement Value") is equal to: (1) the fair market value of the Property, unencumbered by the Easement (the "Original Property Value"), less (2) the fair market value of the Property as encumbered by the Easement. The values at the time of this grant are those values used to calculate the deduction for federal income tax purposes allowable by reason of this grant, pursuant to IRC Section 170(h) and applicable Treasury regulations.
- (b) The fair market value of the Easement on any future date shall be determined by: (1) taking the fair market value of the Property on that future date, as if it were not encumbered by the Easement; (2) deducting from that amount any increase over the Original Property Value which is attributable to improvements to the Property made by Grantor after the date of recordation of this Deed, and then (3) multiplying the result by a fraction: (i) the numerator of which is the Original Easement Value, and (ii) the denominator of which is the Original Property Value. For purposes of this Deed, such fraction shall remain constant.
- 19. <u>Condemnation</u>. If all or part of the Property is taken by the exercise of the power of eminent domain by public, corporate, or other authority so as to abrogate the restrictions imposed by this Deed, Grantor and Grantee shall cooperate in appropriate action(s) at the time of such taking to recover the full value of the taking and all incidental or direct damages resulting from the taking, it being expressly agreed that the Easement constitutes a compensable property right, and the proceeds shall be divided consistent with the provisions of this Deed, based on the respective values of the interests of Grantor and Grantee, calculated in accordance

with the valuation provisions set out above in **Paragraph 18**. Each party shall be responsible for its own expenses incurred in connection with such actions.

- Assignment. Grantee shall have the right to transfer or assign in whole, but not in part, all of its rights under the Easement to any governmental or non-governmental entity which is qualified under the IRC and applicable California law to hold conservation easements and which agrees to enforce the terms of this Deed and which is a "qualified organization", within the meaning of IRC Section 170(h)(3), organized or operated primarily or substantially for one or more of the conservation purposes specified in IRC Section 170(h)(4)(A), provided that Grantee first obtains Grantor's consent to such assignment and such assignee, in accordance with the provisions of **Paragraph 8** above.
- 21. Judicial Extinguishment. The Easement may not be extinguished, unless a later unexpected change in the conditions surrounding the Property makes impossible or impractical its continued use for any of the Easement Purposes, and in any such event extinguishment may only be accomplished by appropriate judicial proceedings. No such extinguishment shall affect, however, the value of Grantee's interest in the Property, and if the Property, or any interest therein, is sold, exchanged, or taken by the power of eminent domain after such extinguishment, Grantee will be entitled to receive its pro-rata share (calculated in accordance with the valuation provisions set out above in Paragraph 18) of the proceeds of such sale, exchange, or taking, but shall apply such proceeds in a manner consistent with the Easement Purposes, or for the protection of a "relatively natural habitat of fish, wildlife, or plants or similar ecosystems," within the meaning of IRC Section 170(h)(4)(A)(ii).
- 22. Access Across Adjoining Property. Reasonable access to a portion of the Property currently does not exist from a public road, but is instead available across an adjoining part of the Irvine Ranch still owned by Grantor. Grantor agrees that, until and unless reasonable access to such portion of the Property directly from a public road is created, (a) reasonable access to such portion of the Property for Grantee shall be provided by Grantor, and (b) prior to conveying title to property with the result of cutting off Grantee's access to such portion of the Property, Grantor will ensure reasonable access to such portion of the Property for Grantee through one or more appropriate recorded easement(s) or other document(s) providing access rights running with the land.

In witness whereof, Grantor and Grantee have executed this Deed, effective as of the date first above written.

Grantor:

The Irvine Company,

a Delaware corporation

By:

Monica Florian

Group Senior Vice President

Daniel C. Hedigan Senior Vice President

General Counsel

Grantee:

The Nature Conservancy,

a District of Columbia non-profit corporation

By:

Graham Chisholm Vice President

By:

Kevin Jewell
Assistant Secretary

State of California On April 19, 2002 before me, Janice Cornwell a Notary Public, personally appeared Graham Chisholm and Kevin personally known to me or proved to me, on the basis of satisfactory evidence, to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument. Notary Public WITNESS my hand and official seal. JANICE CORNWELL Comm. # 1265455 NOTARY PUBLIC-CALIFORNIA ity and County of San Francisco My Comm. Expires May 27, 2004 State of California County of Orange On April 24, 2002 before me, Tara Palomino a Notary Public, personally appeared MONICA FLORIAN and DANIEL C. HEDIGAN, personally known to me or proved to me, on the basis of satisfactory evidence, to be the person(s) whose name(s) is/are subscribed to the within instrument and acknowledged to me that he/she/they executed the same in his/her/their authorized capacity(ies), and that by his/her/their signature(s) on the instrument the person(s), or the entity upon behalf of which the person(s) acted, executed the instrument. WITNESS my hand and official seal. TARA PALOMINO Commission # 1335360 Notary Public - California

Orange County
My Comm. Expires Dec 17, 2005

GOVERNMENT CODE 27361.7

I CERTIFY UNDER PENALTY OF PERJURY THAT THE NOTARY SEAL ON THIS DOCUMENT READS AS FOLLOWS:
1 somwell
NAME OF NOTARY: MILLE CONTROLLED
DATE COMMISSION EXPIRES: 5-27-04
COUNTY WHERE BOND IS FILED: San Francisco
COMMISSION NO: 1265455
MANUFACTURER / VENDOR NO:
PLACE OF EXECUTION - SANTA ANA DATE - 4-25-02
BOT Blank
FIRST AMERICAN TITLE INSURANCE COMPANY
GOVERNMENT CODE 27361.7
I CERTIFY UNDER PENALTY OF PERJURY THAT THE NOTARY SEAL ON THIS DOCUMENT READS AS FOLLOWS:
NAME OF NOTARY: Lana Palomyno
DATE COMMISSION EXPIRES: 12-17-05
COUNTY WHERE BOND IS FILED:
COMMISSION NO: 1335360
MANUFACTURER / VENDOR NO : WMA
PLACE OF EXECUTION - SANTA ANA DATE - 425-02
Strollen D
FIRST AMERICAN TITLE INSURANCE COMPANY

Schedule 1

Legal Description of Property

ALTA OWNERS POLICY (REGIONAL EXCEPTIONS)

TITLE OFFICER: - MICHAEL C. WILLIAMS (PRO-FORMA) 4/11/02 AMENDMENT NO. 2

EXHIBIT "A"

ALL THAT CERTAIN LAND SITUATED IN THE STATE OF CALIFORNIA, COUNTY OF ORANGE, AND IS DESCRIBED AS FOLLOWS:

PARCEL A: (EAST ORANGE PARCEL D)

A PARCEL OF LAND IN THE COUNTY OF ORANGE, STATE OF CALIFORNIA, BEING PORTION OF BLOCKS 68, 69, 79 AND 80 OF IRVINE'S SUBDIVISION AS PER MAP RECORDED IN BOOK 1, PAGE 88 OF MISCELLANEOUS RECORD MAPS IN THE OFFICE OF THE COUNTY RECORDER OF SAID COUNTY, SAID PORTION DESCRIBED AS FOLLOWS:

BEGINNING AT THE INTERSECTION OF THE SOUTHWESTERLY RIGHT-OF-WAY OF SANTIAGO CANYON ROAD WITH THE EASTERLY RIGHT-OF-WAY OF THE EASTERN TRANSPORTATION CORRIDOR AS SHOWN ON STATE OF CALIFORNIA DEPARTMENT OF TRANSPORTATION RIGHT-OF-WAY MAP NO. TR-241-C3: THENCE PERPENDICULAR TO THE CENTERLINE OF SAID SANTIAGO CANYON ROAD NORTH 31°55'30" EAST 23.63 FEET TO SAID CENTERLINE, BEING A NON-TANGENT CURVE CONCAVE NORTHEASTERLY HAVING A RADIUS OF 1500.00 FEET, A RADIAL LINE TO SAID POINT BEARS SOUTH 31°55'30" WEST; THENCE SOUTHEASTERLY 363.91 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 13°54'01" TO THE CENTERLINE OF SANTIAGO CANYON ROAD AS DESCRIBED BY DEED RECORDED IN BOOK 4380 AT PAGE 129, OFFICIAL RECORDS OF SAID COUNTY; THENCE TANGENT FROM SAID CURVE AND ALONG SAID CENTERLINE AND SAID CENTERLINE AS DESCRIBED IN BOOK 4430 AT PAGE 94 OF SAID OFFICIAL RECORDS THE FOLLOWING COURSES: SOUTH 71°58'31" EAST 1374.54 FEET TO A TANGENT CURVE CONCAVE NORTHERLY HAVING A RADIUS OF 1199.94 FEET, SOUTHEASTERLY 231.74 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 11°03'55". TANGENT FROM SAID CURVE SOUTH 83°02'26" EAST 1271.83 FEET TO A TANGENT CURVE CONCAVE NORTHERLY HAVING A RADIUS OF 1199.94 FEET AND NORTHEASTERLY 359.31 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 17°09'25"; THENCE LEAVING SAID CENTERLINE, NON-TANGENT FROM SAID CURVE SOUTH 28°14'31" WEST 120.41 FEET; THENCE SOUTH 28°40'31" EAST 454.65 FEET; THENCE SOUTH 21°22'14" EAST 489.86 FEET; THENCE SOUTH 4°20'03" WEST 545.67 FEET; THENCE SOUTH 21°17'35" WEST 271.41 FEET; THENCE SOUTH 9°19'30" WEST 236.79 FEET; THENCE NORTH 82°51'58" WEST 628.86 FEET; THENCE NORTH 78°45'49" WEST 627.29 FEET; THENCE NORTH 59°53'19" WEST 59.52 FEET: THENCE NORTH 86°43'23" WEST 67.34 FEET; THENCE SOUTH 42°34'53" WEST 515.90 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE EASTERLY HAVING A RADIUS OF 650.00 FEET, A RADIAL LINE TO SAID POINT BEARS NORTH 86°32'21" WEST; THENCE SOUTHERLY 241.88 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 21°19'15" TO A TANGENT REVERSE CURVE CONCAVE WESTERLY HAVING A RADIUS OF 430.00 FEET; THENCE SOUTHERLY 291.57 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 38°51'01"; THENCE TANGENT FROM SAID CURVE SOUTH 20°59'25" WEST 787.96 FEET TO A TANGENT CURVE CONCAVE NORTHWESTERLY HAVING A RADIUS OF 180.00 FEET: THENCE SOUTHWESTERLY 246.35 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 78°24'52"; THENCE NON-TANGENT FROM SAID CURVE NORTH 53°18'46" WEST 134.10 FEET TO THE EASTERLY BOUNDARY OF SLOPE EASEMENT PARCEL 300279-5 PER THE DOCUMENT RECORDED OCTOBER 19, 1998 AS INSTRUMENT NO. 19980702665 OF OFFICIAL RECORDS OF SAID COUNTY; THENCE ALONG SAID BOUNDARY, NORTH 15°49'08" EAST 478.94 FEET TO SAID RIGHT-OF-WAY; THENCE ALONG SAID RIGHT-OF-WAY NORTH 15°49'08" EAST 625.77 FEET AND NORTH 2°41'10" EAST 348.51 FEET TO THE BOUNDARY OF SLOPE EASEMENT PARCEL 300279-7 PER SAID DOCUMENT; THENCE ALONG THE EASTERLY BOUNDARY OF SAID SLOPE EASEMENT PARCEL THE FOLLOWING COURSES: NORTH 2°41'10" EAST 261.49 FEET, NORTH 1°06'03" WEST 330.26 FEET, NORTH 15°02'41" WEST 201.43 FEET, NORTH 5°27'52" EAST 545.54 FEET, NORTH 69°00'30" WEST 439.28 FEET, NORTH 5°12'19" WEST 437.13 FEET, NORTH 39°28'42" WEST 300.00 FEET, NORTH 57°09'55" WEST 260.00 FEET, NORTH 37°05'56" WEST 150.92 FEET, NORTH 62°59'39" WEST 100.00 FEET, NORTH 83°23'41" WEST

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58.11 FEET, NORTH 76°32'29" WEST 253.03 FEET, NORTH 11°31'57" EAST 75.62 FEET, NORTH 71°58'31" WEST 39.77 FEET TO A TANGENT CURVE CONCAVE NORTHEASTERLY HAVING A RADIUS OF 1525.00 FEET AND NORTHWESTERLY 378.53 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 14°13'18" TO THE POINT OF BEGINNING.

DISTANCES HEREINABOVE DESCRIBED ARE BASED UPON THE CALIFORNIA COORDINATE SYSTEM, (CCS83) ZONE VI 1983 NAD (1991.35 EPOCH O.C.S. GPS ADJUSTMENT). ALL DISTANCES DESCRIBED ARE GRID.

PARCEL B: (EAST ORANGE PARCEL 2A)

THAT CERTAIN PARCEL OF LAND BEING THOSE PORTIONS OF BLOCKS 40 AND 68 OF IRVINE'S SUBDIVISION, AS SHOWN ON A MAP THEREOF FILED IN BOOK 1, PAGE 88 OF MISCELLANEOUS RECORD MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID ORANGE COUNTY, DESCRIBED AS FOLLOWS:

BEGINNING AT THE SOUTHWESTERLY TERMINUS OF THAT CERTAIN COURSE DESCRIBED AS "SOUTH 26°41'47" WEST 246.57 FEET" (GRID BASED ON THE CALIFORNIA COORDINATE SYSTEM, (CCS83) ZONE VI NAD 1983, 1988 O.C.S. GPS ADJUSTMENT) IN THE GENERAL SOUTHEASTERLY LINE OF PARCEL 300257-29 AS DESCRIBED IN THE AMENDED AND RESTATED GRANT DEED TO FOOTHILL/EASTERN TRANSPORTATION CORRIDOR AGENCY RECORDED OCTOBER 14, 1998 AS INSTRUMENT NO. 19980694409 OF OFFICIAL RECORDS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID ORANGE COUNTY; THENCE ALONG SAID GENERAL SOUTHEASTERLY LINE NORTH 26°41'47" EAST 246.58 FEET TO A POINT IN THE SOUTHERLY LINE OF PARCEL 300257-30 AS DESCRIBED IN SAID AMENDED AND RESTATED GRANT DEED; THENCE ALONG SAID SOUTHERLY LINE THROUGH THE FOLLOWING COURSES: CONTINUING NORTH 26°41'47" EAST 142.84 FEET; THENCE NORTH 85°28'02" EAST 587.36 FEET; THENCE NORTH 64°01'03" EAST 184.64 FEET; THENCE NORTH 64°45'26" EAST 228.79 FEET TO A POINT IN THE SOUTHWESTERLY LINE OF PARCEL 300257-11 AS DESCRIBED IN SAID AMENDED AND RESTATED GRANT DEED; THENCE LEAVING SAID SOUTHERLY LINE AND ALONG SAID SOUTHWESTERLY LINE THROUGH THE FOLLOWING COURSES: SOUTH 56°22'11" EAST 186.26 FEET; THENCE SOUTH 39°26'23" EAST 438.82 FEET; THENCE SOUTH 25°23'49" EAST 141.94 FEET; THENCE SOUTH 18°10'47" EAST 165.56 FEET; THENCE NORTH 71°49'13" EAST 25.97 FEET; THENCE SOUTH 18°10'47" EAST 53.74 FEET; THENCE SOUTH 65°00'30" WEST 8.22 FEET; THENCE SOUTH 19°01'59" WEST 29.45 FEET: THENCE SOUTH 18°10'47" EAST 16.96 FEET; THENCE SOUTH 20°45'01" WEST 136.63 FEET; THENCE SOUTH 11°02'41" EAST 95.00 FEET; THENCE SOUTH 33°44'43" EAST 300.24 FEET; THENCE SOUTH 45°41'56" EAST 220.78 FEET; THENCE SOUTH 15°17'56" EAST 218.14 FEET; THENCE SOUTH 63°46'06" EAST 194.05 FEET; THENCE SOUTH 30°15'27" EAST 274.39 FEET; THENCE SOUTH 17°51'15" WEST 27.13 FEET; THENCE SOUTH 35°26'25" EAST 62.85 FEET; THENCE NORTH 55°05'23" EAST 67.05 FEET; THENCE SOUTH 46°28'10" EAST 153.68 FEET; THENCE SOUTH 13°39'17" EAST 420.02 FEET; THENCE SOUTH 21°09'47" EAST 288.76 FEET; THENCE SOUTH 37°13'15" EAST 109.55 FEET; THENCE SOUTH 46°40'47" EAST 133.85 FEET; THENCE SOUTH 69°07'19" EAST 624.58 FEET; THENCE NORTH 36°54'54" EAST 188.22 FEET; THENCE SOUTH 53°06'59" EAST 117.04 FEET; THENCE SOUTH 05°32'00" WEST 14.22 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE SOUTHWESTERLY AND HAVING A RADIUS OF 117.01 FEET, A RADIAL. LINE OF SAID CURVE FROM SAID POINT BEARS SOUTH 47°48'15" WEST; THENCE ALONG SAID CURVE SOUTHEASTERLY 70.79 FEET THROUGH A CENTRAL ANGLE OF 34°39'43"; THENCE NON-TANGENT FROM SAID CURVE NORTH 83°23'54" EAST 48.66 FEET; THENCE SOUTH 49°27'36" EAST 27.47 FEET: THENCE SOUTH 67°17'13" EAST 62.20 FEET; THENCE SOUTH 22°42'47" WEST 20.00 FEET; THENCE SOUTH 67°17'13" EAST 291.89 FEET; THENCE SOUTH 64°24'43" EAST 127.67 FEET; THENCE SOUTH 17°28'46" WEST 90.54 FEET; THENCE SOUTH 85°18'46" EAST 140.19 FEET; THENCE SOUTH 57°34'09" EAST 313.93 FEET TO A POINT IN THE SOUTHWESTERLY LINE OF PARCEL 300257-12 AS DESCRIBED IN SAID AMENDED AND RESTATED GRANT DEED; THENCE LEAVING SAID SOUTHWESTERLY LINE OF PARCEL 300257-11 AND ALONG SAID WESTERLY LINE OF PARCEL 300257-12 SOUTH 20°36'55" EAST 154.55 FEET TO AN ANGLE POINT THEREIN; THENCE NORTH 66°20'00" WEST 124.00 FEET TO THE BEGINNING OF A TANGENT CURVE CONCAVE SOUTHERLY AND HAVING A RADIUS OF 400.00 FEET; THENCE ALONG SAID CURVE

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WESTERLY 274.92 FEET THROUGH A TRAL ANGLE OF 39°22'47"; THENCE NON-TANGENT FROM SAID CURVE NORTH 71°15'29" WEST 215.16 FEET; THENCE NORTH 76°30'00" WEST 504.00 FEET; THENCE NORTH 80°15'00" WEST 237.00 FEET TO THE BEGINNING OF A TANGENT CURVE CONCAVE NORTHEASTERLY AND HAVING A RADIUS OF 700.00 FEET; THENCE ALONG SAID CURVE WESTERLY 551.00 FEET THROUGH A CENTRAL ANGLE OF 45°06'00"; THENCE TANGENT FROM SAID CURVE NORTH 35°09'00" WEST 306.00 FEET; THENCE NORTH 42°27'00" WEST 654.00 FEET; THENCE NORTH 53°50'00" WEST 823.00 FEET; THENCE NORTH 38°10'00" WEST 320.00 FEET; THENCE NORTH 29°30'00" WEST 552.00 FEET; THENCE NORTH 31°16'00" WEST 310.00 FEET; THENCE NORTH 27°34'00" WEST 177.00 FEET; THENCE SOUTH 89°08'00" WEST 572.00 FEET TO THE BEGINNING OF A TANGENT CURVE CONCAVE NORTHEASTERLY AND HAVING A RADIUS OF 300.00 FEET; THENCE ALONG SAID CURVE WESTERLY 243.91 FEET THROUGH A CENTRAL ANGLE OF 46°35'00"; THENCE TANGENT FROM SAID CURVE NORTH 44°17'00" WEST 86.01 FEET; THENCE NORTH 35°39'00" WEST 65.00 FEET; THENCE NORTH 22°36'00" WEST 45.00 FEET; THENCE SOUTH 67°24'00" WEST 177.00 FEET TO THE BEGINNING OF A TANGENT CURVE CONCAVE NORTHERLY AND HAVING A RADIUS OF 200.00 FEET; THENCE ALONG SAID CURVE WESTERLY 175.30 FEET THROUGH A CENTRAL ANGLE OF 50°13'12" TO A POINT IN THE SOUTHEASTERLY LINE OF PARCEL 300257-25 AS DESCRIBED IN SAID AMENDED AND RESTATED GRANT DEED; THENCE ALONG SAID SOUTHEASTERLY LINE AND SAID GENERAL SOUTHEASTERLY LINE OF PARCEL 300257-29 NON-TANGENT FROM SAID CURVE NORTH 32°05'28" EAST 251.91 FEET AND SOUTH 63°18'14" EAST 195.69 FEET TO THE POINT OF BEGINNING.

DISTANCES HEREINABOVE DESCRIBED ARE BASED UPON THE CALIFORNIA COORDINATE SYSTEM, (CCS83) ZONE V1 1983 NAD (1991.35 EPOCH O.C.S. GPS ADJUSTMENT). ALL DISTANCES DESCRIBED ARE GRID.

PARCEL C: (EAST ORANGE PARCEL 2B)

THAT CERTAIN PARCEL OF LAND BEING THAT PORTION OF BLOCK 68 OF IRVINE'S SUBDIVISION, AS SHOWN ON A MAP THEREOF FILED IN BOOK 1, PAGE 88 OF MISCELLANEOUS RECORD MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF ORANGE COUNTY, DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT DISTANT THEREON NORTH 71°28'26" WEST 135.01 FEET FROM THE SOUTHEASTERLY TERMINUS OF THAT CERTAIN COURSE DESCRIBED AS "NORTH 71°28'26" WEST 298.67 FEET" (GRID BASED ON THE CALIFORNIA COORDINATE SYSTEM, (CCS83) ZONE VI NAD 1983, 1988 O.C.S. GPS ADJUSTMENT) IN THE GENERAL WESTERLY LINE OF PARCEL 300279-8 AS DESCRIBED IN THE AMENDED AND RESTATED GRANT DEED TO FOOTHILL/EASTERN TRANSPORTATION CORRIDOR AGENCY RECORDED OCTOBER 14, 1998 AS INSTRUMENT NO. 19980694409 OF OFFICIAL RECORDS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID ORANGE COUNTY; THENCE ALONG SAID GENERAL WESTERLY LINE THROUGH THE FOLLOWING COURSES: SOUTH 71°28'26" EAST 135.01 FEET; THENCE SOUTH 42°11'43" EAST 83.25 FEET; THENCE SOUTH 36°00'44" EAST 375.01 FEET; THENCE SOUTH 15°32'38" EAST 190.01 FEET; THENCE SOUTH 36°54'01" EAST 495.02 FEET; THENCE SOUTH 06°26'31" EAST 203.47 FEET; THENCE SOUTH 08°58'17" EAST 218.40 FEET TO A POINT IN THE WESTERLY LINE OF PARCEL 300279-4 AS DESCRIBED IN SAID AMENDED AND RESTATED GRANT DEED; THENCE LEAVING SAID GENERAL WESTERLY LINE OF AND ALONG SAID WESTERLY LINE THROUGH THE FOLLOWING COURSES: SOUTH 24°24'41" WEST 76.05 FEET; THENCE SOUTH 72°49'22" WEST 75.48 FEET; THENCE SOUTH 44°49'59" EAST 115.48 FEET TO THE MOST NORTHERLY CORNER OF PARCEL 300279-11 IN THE GRANT DEED TO THE FOOTHILL/EASTERN TRANSPORTATION CORRIDOR AGENCY RECORDED MARCH 20, 2002 AS INSTRUMENT NO. 20020229928 AND RECORDED APRIL 18, 2002 AS INSTRUMENT NO. 2002O326963 BOTH OF OFFICIAL RECORDS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID ORANGE COUNTY; THENCE LEAVING SAID WESTERLY LINE OF PARCEL 300279-4 AND ALONG THE GENERAL WESTERLY LINE OF SAID PARCEL 300279-11 THROUGH THE FOLLOWING COURSES: SOUTH 38°21'52" EAST 20.37 FEET; THENCE SOUTH 29°00'09" EAST 18.58 FEET; THENCE SOUTH 16°31'20" EAST 89.75 FEET; THENCE SOUTH 03°47'55" EAST 27.77 FEET; THENCE SOUTH 10°33'23" EAST 27.80 FEET; THENCE SOUTH 14°59'49" EAST 19.90 FEET TO A POINT IN SAID WESTERLY LINE OF PARCEL 300279-4; THENCE LEAVING SAID WESTERLY LINE OF PARCEL 300279-11 AND ALONG SAID WESTERLY LINE OF

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PARCEL 300279-4 SOUTH 03°51'52" WEST 782.83 FEET TO A POINT IN THE NORTHWESTERLY LINE OF PARCEL 300279-6 AS DESCRIBED IN SAID AMENDED AND RESTATED GRANT DEED; THENCE LEAVING SAID WESTERLY LINE AND ALONG SAID NORTHWESTERLY LINE CONTINUING SOUTH 03°51'52" WEST 146.83 FEET AND SOUTH 49°54'58" WEST 606.93 FEET TO A POINT IN THE NORTHERLY LINE OF THE "NON-BUILD AREA" AS DESCRIBED IN THE DEED TO THE FOOTHILL/EASTERN TRANSPORTATION CORRIDOR AGENCY RECORDED MARCH 20, 2002 AS INSTRUMENT NO. 20020229923 OF OFFICIAL RECORDS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID ORANGE COUNTY; THENCE ALONG SAID NORTHERLY LINE SOUTH 71°07'00" WEST 257.94 FEET; THENCE NORTH 62°26'00" WEST 350.23 FEET; THENCE SOUTH 81°53'00" WEST 280.00 FEET TO THE BEGINNING OF A TANGENT CURVE CONCAVE SOUTHEASTERLY AND HAVING A RADIUS OF 200.00 FEET; THENCE ALONG SAID CURVE WESTERLY 167.14 FEET THROUGH A CENTRAL ANGLE OF 47°53'00"; THENCE TANGENT FROM SAID CURVE SOUTH 34°00'00" WEST 236.00 FEET; THENCE SOUTH 27°05'00" WEST 434.00 FEET TO THE BEGINNING OF A TANGENT CURVE CONCAVE NORTHERLY AND HAVING A RADIUS OF 175.00 FEET; THENCE ALONG SAID CURVE SOUTHWESTERLY, WESTERLY AND NORTHWESTERLY 405.46 FEET THROUGH A CENTRAL ANGLE OF 132°45'00"; THENCE TANGENT FROM SAID CURVE NORTH 20°10'00" WEST 470.00 FEET; THENCE NORTH 11°08'00" EAST 176.00 FEET; THENCE NORTH 14°15'00" EAST 209.00 FEET; THENCE NORTH 41°00'00" EAST 640.00 FEET; THENCE NORTH 28°40'00" EAST 209.00 FEET TO THE BEGINNING OF A TANGENT CURVE CONCAVE WESTERLY AND HAVING A RADIUS OF 150.00 FEET: THENCE ALONG SAID CURVE NORTHEASTERLY, NORTHERLY AND NORTHWESTERLY 181.73 FEET THROUGH A CENTRAL ANGLE OF 69°25'00"; THENCE TANGENT FROM SAID CURVE NORTH 40°45'00" WEST 271.00 FEET; THENCE NORTH 56°14'00" WEST 98.00 FEET; THENCE NORTH 52°06'00" WEST 653.00 FEET: THENCE NORTH 44°52'00" WEST 300.00 FEET TO THE BEGINNING OF A TANGENT CURVE CONCAVE EASTERLY AND HAVING A RADIUS OF 325.00 FEET; THENCE ALONG SAID CURVE NORTHWESTERLY, NORTHERLY AND NORTHEASTERLY 492.74 FEET THROUGH A CENTRAL ANGLE OF 86°52'00"; THENCE TANGENT FROM SAID CURVE NORTH 42°00'00" EAST 518.00 FEET TO THE BEGINNING OF A TANGENT CURVE CONCAVE SOUTHEASTERLY AND HAVING A RADIUS OF 550.00 FEET; THENCE ALONG SAID CURVE NORTHEASTERLY, EASTERLY AND SOUTHEASTERLY 643.79 FEET THROUGH A CENTRAL ANGLE OF 67°04'00"; THENCE TANGENT FROM SAID CURVE SOUTH 70°56'00" EAST 98.00 FEET TO THE BEGINNING OF A TANGENT CURVE CONCAVE NORTHERLY AND HAVING A RADIUS OF 425.00 FEET; THENCE ALONG SAID CURVE EASTERLY 267.04 FEET THROUGH A CENTRAL ANGLE OF 36°00'00"; THENCE TANGENT FROM SAID CURVE NORTH 73°04'00" EAST 115.00 FEET; THENCE NORTH 79°36'00" EAST 233.00 FEET; THENCE NORTH 58°00'00" EAST 284.00 FEET TO THE POINT OF BEGINNING.

PARCEL D: (EAST ORANGE PARCEL 4A)

A PARCEL OF LAND BEING A PORTION OF BLOCK 70 OF IRVINE'S SUBDIVISION, AS PER MAP RECORDED IN BOOK 1, PAGE 88 OF MISCELLANEOUS RECORD MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID COUNTY, SAID PORTION DESCRIBED AS FOLLOWS:

COMMENCING AT A POINT IN THAT CERTAIN COURSE SHOWN AS "N 50°21'29" E 1072.70" IN THE EASTERLY RIGHT-OF-WAY OF THE EASTERN TRANSPORTATION CORRIDOR AS SHOWN ON RECORD OF SURVEY NO. 99-1013, AS PER MAP FILED IN BOOK 182, PAGES 1 THROUGH 26 INCLUSIVE OF RECORD OF SURVEYS IN THE OFFICE OF SAID COUNTY RECORDER, SAID POINT DISTANT SOUTHWESTERLY THEREON SOUTH 50°21'27" WEST 201.68 FEET FROM THE NORTHEASTERLY TERMINUS THEREOF; THENCE LEAVING SAID RIGHT-OF-WAY SOUTH 34°05'50" EAST 516.45 FEET; THENCE SOUTH 42°50'57" EAST 1601.95 FEET; THENCE SOUTH 42°50'54" EAST 232.42 FEET; THENCE SOUTH 42°46'46" EAST 43.43 FEET; THENCE SOUTH 43°07'33" EAST 91.02 FEET TO THE TRUE POINT OF BEGINNING; THENCE SOUTH 46°03'13" EAST 1080.27 FEET; THENCE SOUTH 26°49'22" EAST 460.75 FEET; THENCE SOUTH 16°30'13" WEST 439.69 FEET; THENCE SOUTH 32°45'19" WEST 218.30 FEET TO A TANGENT CURVE CONCAVE NORTHERLY HAVING A RADIUS OF 240.00 FEET; THENCE WESTERLY 402.49 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 96°05'13"; THENCE TANGENT FROM SAID CURVE NORTH 51°09'28" WEST 319.90 FEET; THENCE NORTH 41°50'37" WEST 357.50 FEET TO A TANGENT CURVE CONCAVE EASTERLY HAVING A RADIUS OF 500.00 FEET; THENCE NORTHERLY

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640.62 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 73°24'36"; THENCE NON-TANGENT FROM SAID CURVE NORTH 8°58'05" EAST 557.72 FEET; THENCE NORTH 16°56'16" EAST 219.48 FEET TO THE TRUE POINT OF BEGINNING.

PARCEL E: (EAST ORANGE PARCEL 4B)

A PARCEL OF LAND BEING A PORTION OF BLOCKS 70 AND 78 OF IRVINE'S SUBDIVISION, AS PER MAP RECORDED IN BOOK 1, PAGE 88 OF MISCELLANEOUS RECORD MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID COUNTY, SAID PORTION DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT IN THAT CERTAIN COURSE DESCRIBED AS "NORTH 55°37'58" EAST 154.68 FEET" IN THE NORTHEASTERLY BOUNDARY OF IRVINE LAKE AS PER DEED RECORDED AS INSTRUMENT NO. 20020279521 OF OFFICIAL RECORDS OF SAID COUNTY, SAID POINT DISTANT THEREIN NORTH 55°37'58" EAST 145.16 FEET FROM THE SOUTHWESTERLY TERMINUS THEREOF; THENCE ALONG SAID BOUNDARY THE FOLLOWING COURSES:

SOUTH 55°37'58" WEST 145.16 FEET, NORTH 66°10'57" WEST 72.68 FEET, SOUTH 25°24'04" WEST 155.66 FEET, SOUTH 73°17'19" WEST 153.29 FEET, NORTH 32°17'57" WEST 55.41 FEET, NORTH 79°39'34" WEST 106.30 FEET, NORTH 23°59'13" EAST 139.99 FEET, NORTH 15°59'16" WEST 48.14 FEET, SOUTH 63°46'32" WEST 103.08 FEET, SOUTH 41°02'10" WEST 98.91 FEET, NORTH 80°15" 00' WEST 67.43 FEET, SOUTH 51°37'00" WEST 67.63 FEET, NORTH 81°11'11" WEST 61.42 FEET, SOUTH 84°44'12" WEST 46.66 FEET, NORTH 70°00'53" WEST 179.46 FEET, NORTH 81°25'59" WEST 198.07 FEET, NORTH 81°57'05" WEST 233.41 FEET, NORTH 2°06'16" EAST 68.36 FEET, SOUTH 55°38'20" WEST 107.74 FEET, NORTH 75°17'35" WEST 162.44 FEET, NORTH 4°24'08" WEST 51.98 FEET, NORTH 79°32'23" WEST 35.97 FEET, NORTH 39°43'23" WEST 101.41 FEET, NORTH 0°35'23" EAST 74.81 FEET, NORTH 47°38'27" WEST 86.10 FEET, NORTH 9°48'13" EAST 178.36 FEET, SOUTH 68°57'38" WEST 103.06 FEET, SOUTH 58°59'10" WEST 84.41 FEET, NORTH 48°29'37" WEST 75.66 FEET, SOUTH 80°23'09" WEST 86.82 FEET, SOUTH 82°01'49" WEST 67.15 FEET, NORTH 56°15'22" WEST 91.58 FEET, NORTH 72°30'31" WEST 88.53 FEET, NORTH 12°33'07" WEST 72.66 FEET, NORTH 53°00'12" EAST 43.37 FEET, NORTH 0°49'35" EAST 43.00 FEET, SOUTH 86°16'38" WEST 126.45 FEET, NORTH 15°17'54" WEST 120.03 FEET, SOUTH 88°32'53" WEST 236.02 FEET, NORTH 46°05'50" EAST 83.45 FEET, NORTH 38°41'47" EAST 156.18 FEET, NORTH 79°34'11" WEST 92.36 FEET, NORTH 64°48'49" WEST 50.00 FEET, SOUTH 54°55'10" WEST 121.83 FEET, NORTH 0°08'51" WEST 69.94 FEET, SOUTH 72°54'03" WEST 128.59 FEET, NORTH 5°03'25" EAST 104.03 FEET, NORTH 40°10'55" EAST 86.37 FEET, NORTH 59°39'21" WEST 74.84 FEET, SOUTH 45°07'57" WEST 100.90 FEET, NORTH 75°16'38" WEST 40.88 FEET, NORTH 75°26'08" WEST 254.38 FEET, NORTH 29°06'37" WEST 134.64 FEET, NORTH 77°29'27" WEST 181.58 FEET, NORTH 84°04'34" WEST 135.16 FEET, NORTH 54°16'11" EAST 159.00 FEET, NORTH 73°18'04" EAST 149.58 FEET, NORTH 65°29'34" EAST 340.23 FEET, NORTH 89°25'13" EAST 103.80 FEET, SOUTH 87°33'12" EAST 148.52 FEET, SOUTH 80°12'43" EAST 225.94 FEET, NORTH 42°22'42" EAST 128.30 FEET, SOUTH 52°33'55" EAST 122.94 FEET, NORTH 8°14'00" EAST 178.76 FEET, NORTH 23°52'31" WEST 148.19 FEET, NORTH 49°23'57" EAST 161.60 FEET, NORTH 27°18'13" WEST 48.92 FEET, SOUTH 70°01'27" WEST 214.04 FEET, NORTH 79°27'02" WEST 146.60 FEET, AND NORTH 41°51'21" EAST 160.89 FEET; THENCE LEAVING SAID BOUNDARY SOUTH 76°48'59" EAST 123.20 FEET; THENCE NORTH 3°30'38" EAST 370.11 FEET; THENCE NORTH 59°32'41" EAST 108.71 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE NORTHERLY HAVING A RADIUS OF 290.00 FEET, A RADIAL LINE TO SAID POINT BEARS SOUTH 17°47'28" WEST: THENCE EASTERLY 160.97 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 31°48'11" TO A TANGENT REVERSE CURVE CONCAVE SOUTHWESTERLY HAVING A RADIUS OF 290.00 FEET; THENCE SOUTHEASTERLY 512.68 FEET ALONG SAID REVERSE CURVE THROUGH A CENTRAL ANGLE OF 101°17'27"; THENCE TANGENT FROM SAID CURVE SOUTH 2°43'16" EAST 363.88 FEET TO A TANGENT CURVE CONCAVE NORTHEASTERLY HAVING A RADIUS OF 385.00 FEET; THENCE SOUTHEASTERLY 394.32 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 58°40'59"; THENCE TANGENT FROM SAID CURVE SOUTH 61°24'15" EAST 150.44 FEET; THENCE NORTH 77°52'19" EAST 323.50 FEET TO A TANGENT CURVE CONCAVE SOUTHWESTERLY HAVING A RADIUS OF 275.00 FEET; THENCE SOUTHEASTERLY 467.41 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 97°23'04" TO A TANGENT COMPOUND CURVE CONCAVE WESTERLY HAVING A RADIUS OF 455.00 FEET; THENCE

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SOUTHERLY 425.01 FEET ALONG SAID COMPOUND CURVE THROUGH A CENTRAL ANGLE OF 53°31'10"; THENCE TANGENT FROM SAID CURVE SOUTH 48°46'33" WEST 468.60 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE NORTHEASTERLY HAVING A RADIUS OF 3450.00 FEET, A RADIAL LINE TO SAID POINT BEARS SOUTH 35°08'44" WEST; THENCE SOUTHEASTERLY 1164.13 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 19°20'00"; THENCE NON-TANGENT FROM SAID CURVE NORTH 23°00'31" EAST 125.79 FEET; THENCE NORTH 79°41'19" EAST 100.05 FEET; THENCE NORTH 57°45'26" EAST 83.35 FEET; THENCE SOUTH 88°46'53" EAST 63.01 FEET; THENCE SOUTH 38°54'16" WEST 274.74 FEET; THENCE SOUTH 73°12'26" EAST 87.39 FEET; THENCE SOUTH 78°24'48" EAST 147.02 FEET TO THE POINT OF BEGINNING.

PARCEL F: (EAST ORANGE PARCEL 4C)

A PARCEL OF LAND BEING A PORTION OF BLOCK 78 OF IRVINE'S SUBDIVISION, AS PER MAP RECORDED IN BOOK 1, PAGE 88 OF MISCELLANEOUS RECORD MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID COUNTY, SAID PORTION DESCRIBED AS FOLLOWS:

BEGINNING AT THE NORTHEASTERLY TERMINUS OF THAT CERTAIN COURSE DESCRIBED AS "SOUTH 47°47'12" WEST 333.81 FEET" IN THE NORTHEASTERLY BOUNDARY OF IRVINE LAKE AS PER DEED RECORDED AS INSTRUMENT NO. 20020279521 OF OFFICIAL RECORDS OF SAID COUNTY; THENCE ALONG SAID BOUNDARY THE FOLLOWING COURSES:

SOUTH 47°47'12" WEST 333.79 FEET, SOUTH 5°22'36" WEST 44.72 FEET, SOUTH 54°41'50" WEST 85.34 FEET, SOUTH 29°42'32" EAST 134.14 FEET, SOUTH 78°21'14" EAST 143.12 FEET, NORTH 46°03'39" EAST 46.98 FEET, SOUTH 76°48'54" EAST 137.62 FEET, NORTH 69°34'17" EAST 117.26 FEET, NORTH 25°02'32" EAST 117.30 FEET, SOUTH 55°42'57" EAST 73.81 FEET, SOUTH 1°25'41" EAST 77.85 FEET, SOUTH 65°16'09" EAST 304.31 FEET, NORTH 77°20'54" EAST 132.59 FEET, SOUTH 81°24'39" EAST 323.41 FEET, NORTH 83°32'01" EAST 139.50 FEET, SOUTH 85°42'41" EAST 141.21 FEET AND NORTH 28°50'30" EAST 225.35 FEET; THENCE NORTH 66°59'23" WEST 64.69 FEET; THENCE NORTH 5°08'26" EAST 256.56 FEET; THENCE SOUTH 43°18'55" WEST 240.52 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE NORTHERLY HAVING A RADIUS OF 1300.00 FEET, A RADIAL LINE TO SAID POINT BEARS SOUTH 2°59'47" WEST; THENCE WESTERLY 433.21 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 19°05'36"; THENCE TANGENT FROM SAID CURVE NORTH 67°54'37" WEST 202.63 FEET TO A TANGENT CURVE CONCAVE SOUTHERLY HAVING A RADIUS OF 750.00 FEET; THENCE WESTERLY 275.21 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 21°01'27"; THENCE WESTERLY 275.21 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 21°01'27"; THENCE NON-TANGENT FROM SAID CURVE NORTH 79°26'52" WEST 127.56 FEET; THENCE NORTH 6°58'46" WEST 35.63 FEET; THENCE SOUTH 35°56'04" WEST 36.35 FEET; THENCE NORTH 83°21'38" WEST 161.26 FEET TO THE POINT OF BEGINNING.

DISTANCES HEREINABOVE DESCRIBED ARE BASED UPON THE CALIFORNIA COORDINATE SYSTEM, (CCS83) ZONE VI 1983 NAD (1991.35 EPOCH O.C.S. GPS ADJUSTMENT). ALL DISTANCES DESCRIBED ARE GRID.

PARCEL G: (EAST ORANGE 6)

A PARCEL OF LAND BEING A PORTION OF BLOCKS 79, 80, 109, 110 AND 117 OF IRVINE'S SUBDIVISION, AS PER MAP RECORDED IN BOOK 1, PAGE 88 OF MISCELLANEOUS RECORD MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID COUNTY, SAID PORTION DESCRIBED AS FOLLOWS:

BEGINNING AT A POINT IN THAT CERTAIN CURVE IN THE CENTERLINE OF SANTIAGO CANYON ROAD, CONCAVE NORTHEASTERLY, HAVING A RADIUS OF 2038.00 FEET (2037.89 FEET GRID), A CENTRAL ANGLE OF 37°03'00" AND A DISTANCE OF 1317.86 FEET AS PER DEED RECORDED IN BOOK 4430, PAGE 94 OF OFFICIAL RECORDS OF SAID COUNTY, SAID POINT DISTANT NORTHWESTERLY THEREON THROUGH A CENTRAL ANGLE OF 14°02'00" AND A DISTANCE OF 499.14 FEET, A RADIAL LINE TO SAID POINT BEARS SOUTH 37°10'43" WEST; THENCE ALONG SAID CENTERLINE THE FOLLOWING COURSES: SOUTHEASTERLY 499.14 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 14°02'00".

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TANGENT FROM SAID CURVE SOUTH 66°51'17" EAST 623.72 FEET, SOUTHEASTERLY 217.38 FEET ALONG A TANGENT CURVE CONCAVE NORTHEASTERLY HAVING A RADIUS OF 1999.90 FEET THROUGH A CENTRAL ANGLE OF 06°13'40", TANGENT FROM SAID CURVE SOUTH 73°04'57" EAST 191.48, FEET. SOUTHEASTERLY 358.07 FEET ALONG A TANGENT CURVE CONCAVE SOUTHWESTERLY HAVING A RADIUS OF 1999.90 FEET THROUGH A CENTRAL ANGLE OF 10°15'30", TANGENT FROM SAID CURVE SOUTH 62°49'27" EAST 609.11 FEET, SOUTHEASTERLY 175.12 FEET ALONG A TANGENT CURVE CONCAVE NORTHEASTERLY HAVING A RADIUS OF 1999.90 FEET THROUGH A CENTRAL ANGLE OF 05°01'01" AND A TANGENT FROM SAID CURVE SOUTH 67°50'28" EAST 557.69 FEET; THENCE LEAVING SAID CENTERLINE SOUTH 0°28'13" WEST 143.03 FEET TO A TANGENT CURVE CONCAVE EASTERLY HAVING A RADIUS OF 470.00 FEET; THENCE SOUTHERLY 217.71 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 26°32'23" TO A TANGENT REVERSE CURVE CONCAVE WESTERLY HAVING A RADIUS OF 900.00 FEET: THENCE SOUTHERLY 481.77 FEET ALONG SAID REVERSE CURVE THROUGH A CENTRAL ANGLE OF 30°40'13"; THENCE TANGENT FROM SAID CURVE SOUTH 4°36'03" WEST 390.12 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE EASTERLY HAVING A RADIUS OF 2100.00 FEET, A RADIAL LINE TO SAID POINT BEARS NORTH 55°54'15" WEST; THENCE SOUTHERLY 933.77 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 25°28'36" TO A TANGENT COMPOUND CURVE CONCAVE EASTERLY HAVING A RADIUS OF 640.00 FEET; THENCE SOUTHERLY 424..97 FEET ALONG SAID COMPOUND CURVE THROUGH A CENTRAL ANGLE OF 38°02'43" TO A POINT ON A NON-TANGENT CURVE CONCAVE EASTERLY HAVING A RADIUS OF 4000.00 FEET, A RADIAL LINE TO SAID POINT BEARS NORTH 75°31'01" WEST; THENCE SOUTHERLY 1361.76 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 19°30'21"; THENCE TANGENT FROM SAID CURVE SOUTH 5°01'22" EAST 757.67 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE EASTERLY HAVING A RADIUS OF 1815.00 FEET, A RADIAL LINE TO SAID POINT BEARS NORTH 84°58'39" WEST, THENCE SOUTHERLY 523.51 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 16°31'34"; THENCE NON-TANGENT FROM SAID CURVE SOUTH 32°56'36" WEST 580.57 FEET; THENCE SOUTH 21°08'32" WEST 837.38 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE WESTERLY HAVING A RADIUS OF 920.00 FEET, A RADIAL LINE TO SAID POINT BEARS SOUTH 89°32'59" EAST; THENCE SOUTHERLY 310.71 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 19°21'02"; THENCE NON-TANGENT FROM SAID CURVE SOUTH 5°04'16" EAST 73.54 FEET TO A POINT ON NON-TANGENT CURVE CONCAVE NORTHERLY HAVING A RADIUS OF 1250.00 FEET, A RADIAL LINE TO SAID POINT BEARS SOUTH 7°40'54" WEST; THENCE WESTERLY 484.37 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 22°12'06" TO A TANGENT COMPOUND CURVE CONCAVE NORTHEASTERLY HAVING A RADIUS OF 200.00 FEET, THENCE NORTHWESTERLY 184.06 FEET ALONG SAID COMPOUND CURVE THROUGH A CENTRAL ANGLE OF 52°43'48"; THENCE NON-TANGENT FROM SAID CURVE NORTH 34°05'10" EAST 358.00 FEET TO A TANGENT CURVE CONCAVE WESTERLY HAVING A RADIUS OF 80.00 FEET; THENCE NORTHERLY 84.08 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 60°12'52"; THENCE TANGENT FROM SAID CURVE NORTH 26°07'42" WEST 65.74 FEET TO A TANGENT CURVE CONCAVE EASTERLY HAVING A RADIUS OF 215.00 FEET; THENCE NORTHERLY 218.76 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 58°17'49" TO A TANGENT REVERSE CURVE CONCAVE NORTHWESTERLY HAVING A RADIUS OF 550.00 FEET; THENCE NORTHEASTERLY 148.00 FEET ALONG SAID REVERSE CURVE THROUGH A CENTRAL ANGLE OF 15°25'04" TO A TANGENT COMPOUND CURVE CONCAVE WESTERLY HAVING A RADIUS OF 150.00 FEET; THENCE NORTHERLY 43.56 FEET ALONG SAID COMPOUND CURVE THROUGH A CENTRAL ANGLE OF 16°38'19" TO A TANGENT REVERSE CURVE CONCAVE EASTERLY HAVING A RADIUS OF 1000.00 FEET; THENCE NORTHERLY 271.48 FEET ALONG SAID REVERSE CURVE THROUGH A CENTRAL ANGLE OF 15°33'16" TO A TANGENT CURVE CONCAVE WESTERLY HAVING A RADIUS OF 150.00 FEET; THENCE NORTHERLY 194.38 FEET ALONG SAID REVERSE CURVE THROUGH A CENTRAL ANGLE OF 74°14'52"; THENCE TANGENT FROM SAID CURVE NORTH 58°34'52" WEST 327.33 FEET; THENCE NORTHERLY 66°28'05" WEST 236.14 FEET; THENCE NORTH 61°19'24" WEST 583.56 FEET; THENCE NORTH 57°53'51" WEST 297.02 FEET; THENCE NORTH 52°28'11" WEST 259.84 FEET; THENCE SOUTH 35°11'15" WEST 153.17 FEET TO A TANGENT CURVE CONCAVE NORTHERLY HAVING A RADIUS OF 175.00 FEET; THENCE WESTERLY 325.13 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 106°27'01"; THENCE TANGENT FROM SAID CURVE NORTH 38°21'44" WEST 183.32 FEET; THENCE NORTH 23°47'57" WEST 463.41 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE SOUTHERLY HAVING A RADIUS OF 1250.00 FEET, A RADIAL LINE TO SAID POINT BEARS NORTH 29°59'41" EAST; THENCE WESTERLY

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TITLE OFFICER: - MICHAEL C. WILLIAMS (PRO-FORMA) 4/11/02 AMENDMENT NO. 2

646.12 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 29°36'58" TO A TANGENT REVERSE CURVE CONCAVE NORTHERLY HAVING A RADIUS OF 200.00 FEET; THENCE WESTERLY 81.50 FEET ALONG SAID REVERSED CURVE THROUGH A CENTRAL ANGLE OF 23°20'55" TO A TANGENT REVERSE CURVE CONCAVE SOUTHERLY HAVING A RADIUS OF 350.00 FEET; THENCE WESTERLY 237.34 FEET ALONG SAID REVERSE CURVE THROUGH A CENTRAL ANGLE OF 38°51'12" TO A TANGENT REVERSE CURVE CONCAVE NORTHEASTERLY HAVING A RADIUS OF 250.00 FEET: THENCE NORTHWESTERLY 360.00 FEET ALONG SAID REVERSE CURVE THROUGH A CENTRAL ANGLE OF 82°30'22"; THENCE TANGENT FROM SAID CURVE NORTH 22°37'12" WEST 470.94 FEET; THENCE NORTH 36°41'57" EAST 139.15 FEET; THENCE NORTH 49°17'24" WEST 83.96 FEET; THENCE NORTH 37°12'45" WEST 802.03 FEET; THENCE NORTH 44°57'38" WEST 289.00 FEET; THENCE SOUTH 37°38'33" WEST 505.56 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE NORTHEASTERLY HAVING A RADIUS OF 1975.00 FEET. A RADIAL LINE TO SAID POINT BEARS SOUTH 47°04'46" WEST; THENCE NORTHWESTERLY 1085.78 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 31°29'57"; THENCE TANGENT FROM SAID CURVE NORTH 11°25'17" WEST 160.83 FEET TO A TANGENT CURVE CONCAVE EASTERLY HAVING A RADIUS OF 2550.00 FEET; THENCE NORTHERLY 876.80 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 19°42'03" TO A POINT ON A NON-TANGENT CURVE CONCAVE NORTHERLY HAVING A RADIUS OF 425.00 FEET, A RADIAL LINE TO SAID POINT BEARS SOUTH 16°29'28" WEST; THENCE EASTERLY 351.04 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 47°19'32"; THENCE NON-TANGENT FROM SAID CURVE SOUTH 55°42'30" EAST 231.18 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE SOUTHEASTERLY HAVING A RADIUS OF 735.00 FEET, A RADIAL LINE TO SAID POINT BEARS NORTH 82°51'19" WEST; THENCE NORTHEASTERLY 880.21 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 68°36'56" TO A POINT ON A NON-TANGENT CURVE CONCAVE NORTHEASTERLY HAVING A RADIUS OF 350.00 FEET, A RADIAL LINE TO SAID POINT BEARS SOUTH 37°34'13" WEST; THENCE NORTHWESTERLY 151.25 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 24°45'37"; THENCE TANGENT FROM SAID CURVE NORTH 27°40'10" WEST 154.26 FEET TO A TANGENT CURVE CONCAVE EASTERLY HAVING A RADIUS OF 230.00 FEET; THENCE NORTHERLY 309.65 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 77°08'11"; THENCE TANGENT FROM SAID CURVE NORTH 49°28'01" EAST 303.95 FEET; THENCE SOUTH 56°06'51" EAST 255.85 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE WESTERLY HAVING A RADIUS OF 1450.00 FEET. A RADIAL LINE TO SAID POINT BEARS SOUTH 68°54'44" EAST; THENCE NORTHERLY 612.48 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 24°12'06" TO A TANGENT REVERSE CURVE CONCAVE SOUTHEASTERLY HAVING A RADIUS OF 590.00 FEET; THENCE NORTHEASTERLY 652.12 FEET ALONG SAID REVERSE CURVE THROUGH A CENTRAL ANGLE OF 63°19'43"; THENCE NON-TANGENT FROM SAID CURVE SOUTH 79°06'00" EAST 294.95 FEET TO A POINT ON A NON-TANGENT CURVE CONCAVE NORTHEASTERLY HAVING A RADIUS OF 90.00 FEET, A RADIAL LINE TO SAID POINT BEARS SOUTH 87°08'05" WEST; THENCE SOUTHEASTERLY 102.25 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 65°05'41"; THENCE TANGENT FROM SAID CURVE SOUTH 67°57'36" EAST 191.22 FEET TO A TANGENT CURVE CONCAVE SOUTHWESTERLY HAVING A RADIUS OF 1170.00 FEET; THENCE SOUTHEASTERLY 162.99 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 7°58'55" TO A TANGENT REVERSE CURVE NORTHEASTERLY HAVING A RADIUS OF 1450.00 FEET; THENCE SOUTHEASTERLY 307.74 FEET ALONG SAID REVERSE CURVE THROUGH A CENTRAL ANGLE OF 12°09'36"; THENCE NON-TANGENT FROM SAID CURVE SOUTH 60°59'35" EAST 338.59 FEET; THENCE SOUTH 5°43'15" EAST 144.28 FEET; THENCE NORTH 38°43'41" EAST 370.45 FEET TO THE POINT OF BEGINNING.

DISTANCES HEREINABOVE DESCRIBED ARE BASED UPON THE CALIFORNIA COORDINATE SYSTEM, (CCS83) ZONE VI 1983 NAD (1991.35 EPOCH O.C.S. GPS ADJUSTMENT). ALL DISTANCES DESCRIBED ARE GRID.

PARCEL H: (EAST ORANGE 9 AND 10)

THAT PORTION OF BLOCKS 78, 111 AND 115 OF IRVINE'S SUBDIVISION, AS PER MAP RECORDED IN BOOK 1, PAGE 88 OF MISCELLANEOUS RECORD MAPS, IN THE OFFICE OF THE COUNTY RECORDER OF SAID COUNTY, DESCRIBED AS FOLLOWS:

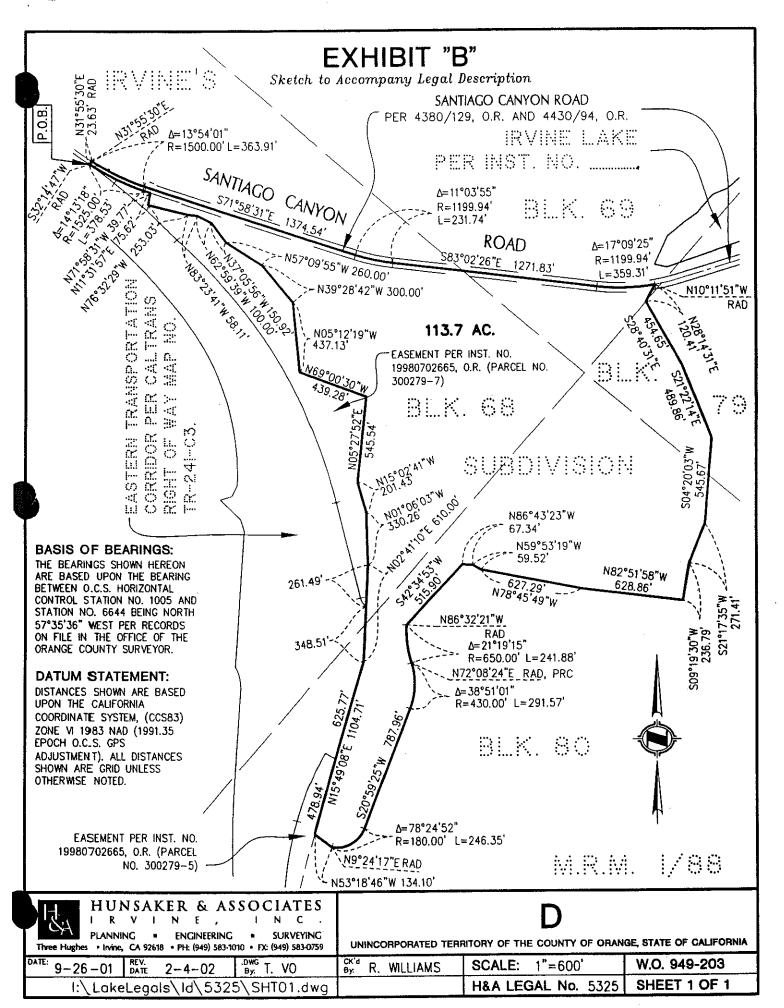
TITLE OFFICER: - MICHAEL C. WILLIAMS (PRO-FORMA) 4/11/02 AMENDMENT NO. 2

BEGINNING AT A POINT IN THAT CERTAIN COURSE DESCRIBED AS "SOUTH 27°12'31" EAST 430.42 FEET" IN THE EASTERLY BOUNDARY OF IRVINE LAKE AS PER DEED RECORDED AS INSTRUMENT NO. 20020279521 OF OFFICIAL RECORDS OF SAID COUNTY, SAID POINT DISTANT THEREON SOUTH 27°12'31" EAST 98.19 FEET FROM THE NORTHWESTERLY TERMINUS THEREOF; THENCE SOUTH 75°21'36" EAST 1065.27 FEET; THENCE SOUTH 81°09'31" EAST 159.60 FEET; THENCE SOUTH 82°00'21" EAST 975.45 FEET; THENCE SOUTH 65°28'40" EAST 702.14 FEET; THENCE NORTH 88°42'07" EAST 785.76 FEET; THENCE NORTH 81°48'50" EAST 296.37 FEET; THENCE NORTH 85°44'14" EAST 206.78 FEET; THENCE SOUTH 71°04'13" EAST 225.24 FEET; THENCE SOUTH 8°01'25" WEST 88.33 FEET; THENCE SOUTH 54°25'57" WEST 500.81 FEET; THENCE SOUTH 81°38'22" WEST 422.07 FEET; THENCE NORTH 60°51'42" WEST 185.27 FEET; THENCE SOUTH 75°45'58" WEST 428.87 FEET; THENCE SOUTH 14°30'14" WEST 215.42 FEET; THENCE SOUTH 68°03'44" WEST 304.84 FEET; THENCE SOUTH 31°53'50" WEST 190.14 FEET; THENCE SOUTH 86°13'17" WEST 532.48 FEET; THENCE SOUTH 78°51'41" WEST 996.52 FEET; THENCE NORTH 87°29'49" WEST 863.00 FEET; THENCE NORTH 85°06'01" WEST 320.22 FEET; THENCE NORTH 78°31'41" WEST 736.15 FEET; THENCE NORTH 70°47'12" WEST 98.70 FEET; THENCE NORTH 83°45'34" WEST 285.46 FEET; THENCE NORTH 85°12'54" WEST 223.57 FEET; THENCE SOUTH 31°24'33" EAST 296.94 FEET; THENCE SOUTH 33°56'50" EAST 285.37 FEET; THENCE SOUTH 31°56'01" EAST 404.62 FEET; THENCE NORTH 56°52'32" EAST 341.58 FEET; THENCE SOUTH 71°42'08" EAST 304.02 FEET; THENCE SOUTH 71°18'48" EAST 383.50 FEET; THENCE SOUTH 32°13'02" EAST 323.81 FEET; THENCE SOUTH 39°05'08" EAST 308.11 FEET; THENCE SOUTH 37°41'25" EAST 280.05 FEET; THENCE NORTH 31°50'47" EAST 246.63 FEET; THENCE NORTH 32°20'17" EAST 166.20 FEET; THENCE SOUTH 63°48'08" EAST 79.51 FEET; THENCE SOUTH 69°36'23" EAST 333.72 FEET; THENCE SOUTH 9°28'18" WEST 40.05 FEET; THENCE SOUTH 10°10'26" EAST 504.53 FEET; THENCE SOUTH 54°20'10" EAST 210.74 FEET; THENCE SOUTH 55°35'32" EAST 359.17 FEET; THENCE SOUTH 59°28'24" EAST 177.11 FEET; THENCE SOUTH 51°23'56" EAST 131.40 FEET; THENCE SOUTH 54°06'22" EAST 377.99 FEET; THENCE SOUTH 55°38'56" EAST 622.16 FEET; THENCE SOUTH 54°38'22" EAST 469.16 FEET; THENCE SOUTH 54°03'37" EAST 300.94 FEET; THENCE SOUTH 82°18'20" EAST 122.94 FEET: THENCE SOUTH 71°08'16" EAST 91.62 FEET; THENCE SOUTH 77°42'12" EAST 393.90 FEET; THENCE NORTH 79°03'05" EAST 348.71 FEET; THENCE NORTH 17°18'23" EAST 97.21 FEET; THENCE NORTH 33°31'04" WEST 578.30 FEET; THENCE NORTH 0°10'40" WEST 483.75 FEET; THENCE NORTH 42°18'33" EAST 271.12 FEET; THENCE NORTH 16°19'06" EAST 295.40 FEET; THENCE NORTH 48°38'22" EAST 370.39 FEET; THENCE NORTH 74°08'36" EAST 442.85 FEET; THENCE NORTH 50°27'56" WEST 554.95 FEET; THENCE NORTH 29°34'08" WEST 646.44 FEET; THENCE NORTH 13°10'38" WEST 311.45 FEET; THENCE NORTH 27°08'30" EAST 1455.53 FEET; THENCE NORTH 88°34'38" WEST 231.57 FEET; THENCE NORTH 4°20'09" EAST 297.60 FEET; THENCE NORTH 56°09'16" WEST 638.74 FEET; THENCE NORTH 76°32'57" WEST 3838.78 FEET TO A TANGENT CURVE CONCAVE SOUTHERLY HAVING A RADIUS OF 310.00 FEET; THENCE WESTERLY 275.99 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 51°00'33"; THENCE TANGENT FROM SAID CURVE SOUTH 52°26'30" WEST 66.15 FEET TO A TANGENT CURVE CONCAVE NORTHERLY HAVING A RADIUS OF 340.00 FEET; THENCE WESTERLY 231.41 FEET ALONG SAID CURVE THROUGH A CENTRAL ANGLE OF 38°59'49"; THENCE NON-TANGENT FROM SAID CURVE NORTH 77°27'32" WEST 570.47 FEET; THENCE NORTH 65°47'40" WEST 118.18 FEET; THENCE NORTH 79°56'30" WEST 216.35 FEET: THENCE NORTH 71°27'09" WEST 378.11 FEET TO SAID IRVINE LAKE BOUNDARY PER SAID DEED; THENCE ALONG SAID BOUNDARY THE FOLLOWING COURSES: SOUTH 38°00'04" EAST 64.32 FEET, SOUTH 15°55'16" WEST 149.10 FEET, SOUTH 19°59'42" EAST 118.24 FEET, SOUTH 50°58'33" EAST 185.15 FEET, NORTH 87°51'41" EAST 501.08 FEET, SOUTH 53°42'17" EAST 269.77 FEET, SOUTH 81°26'31" EAST 202.74 FEET, SOUTH 61°32'12" EAST 208.18 FEET, NORTH 85°23'56" EAST 168.16 FEET, SOUTH 89°23'19" EAST 374.88 FEET, SOUTH 56°00'26" WEST 457.89 FEET AND SOUTH 27°12'31" EAST 98.19 FEET TO THE POINT OF BEGINNING.

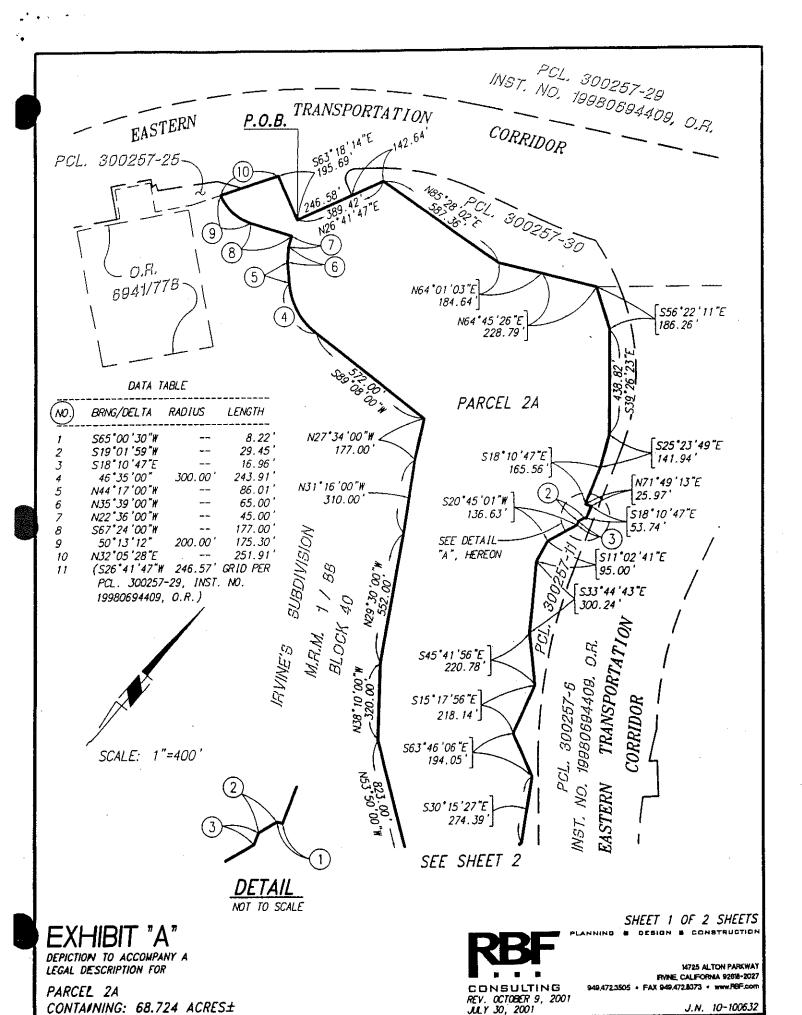
DISTANCES HEREINABOVE DESCRIBED ARE BASED UPON THE CALIFORNIA COORDINATE SYSTEM, (CCS83) ZONE VI 1983 NAD (1991.35 EPOCH O.C.S. GPS ADJUSTMENT). ALL DISTANCES DESCRIBED ARE GRID.

Schedule 2

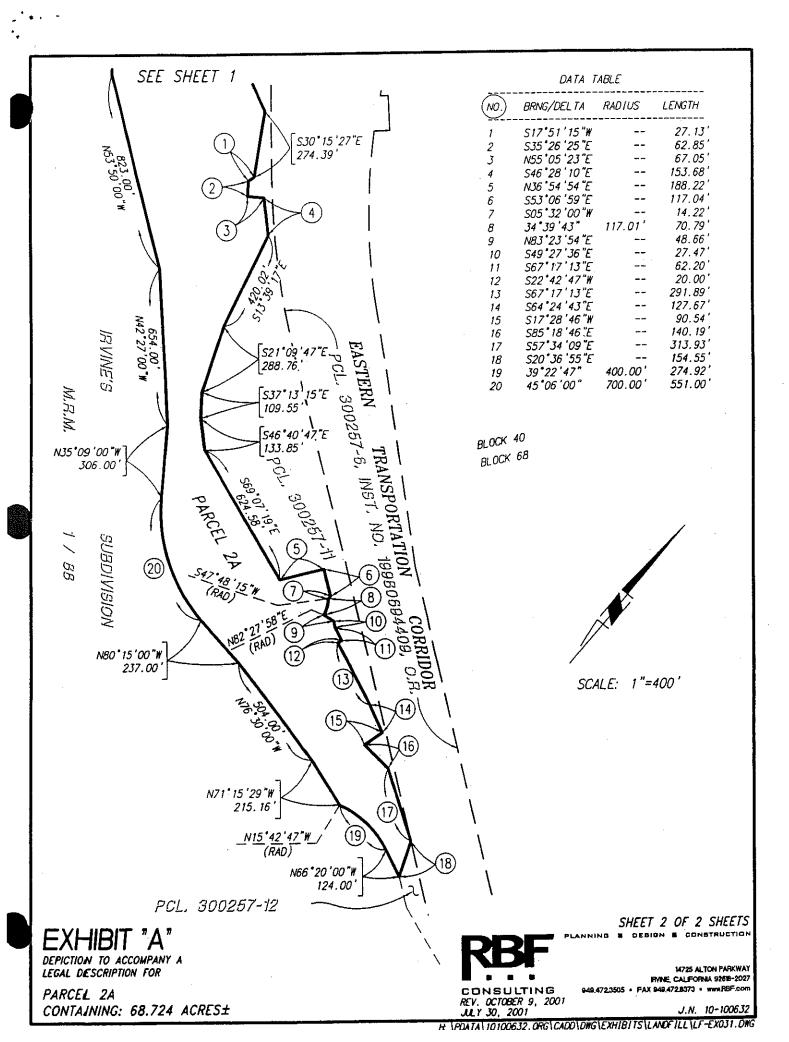
Map of Property

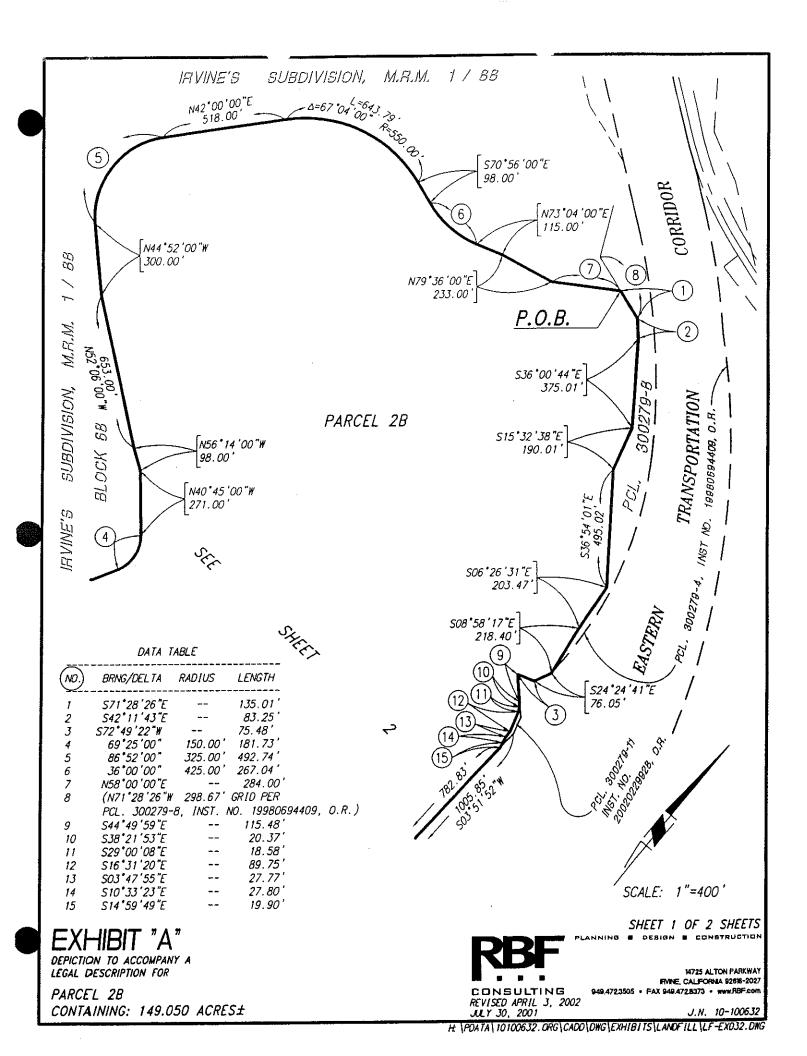


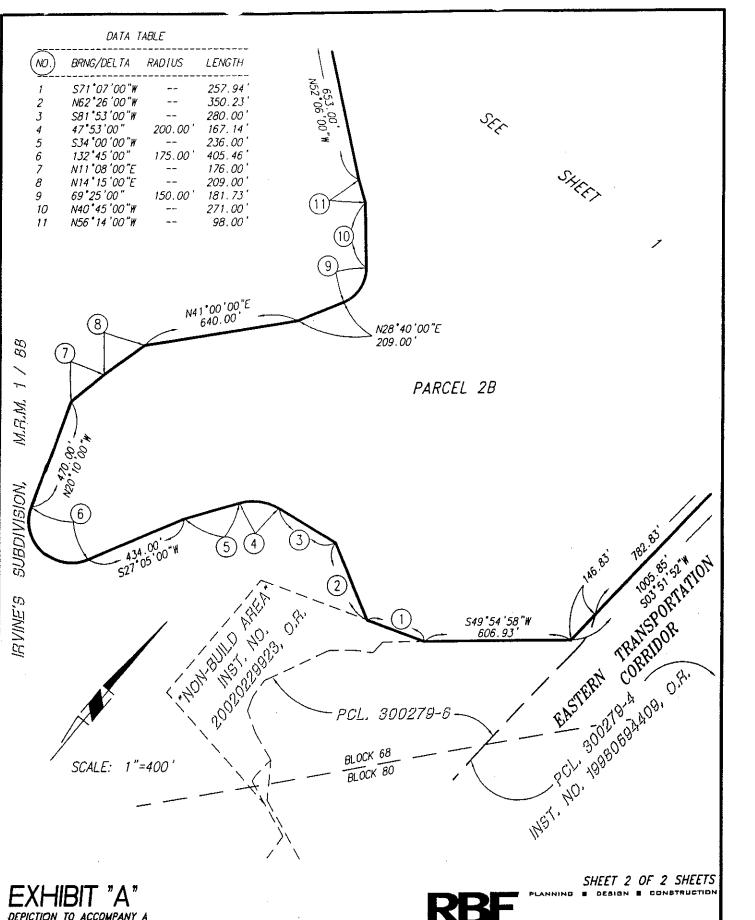
4.



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DEPICTION TO ACCOMPANY A LEGAL DESCRIPTION FOR

PARCEL 2B

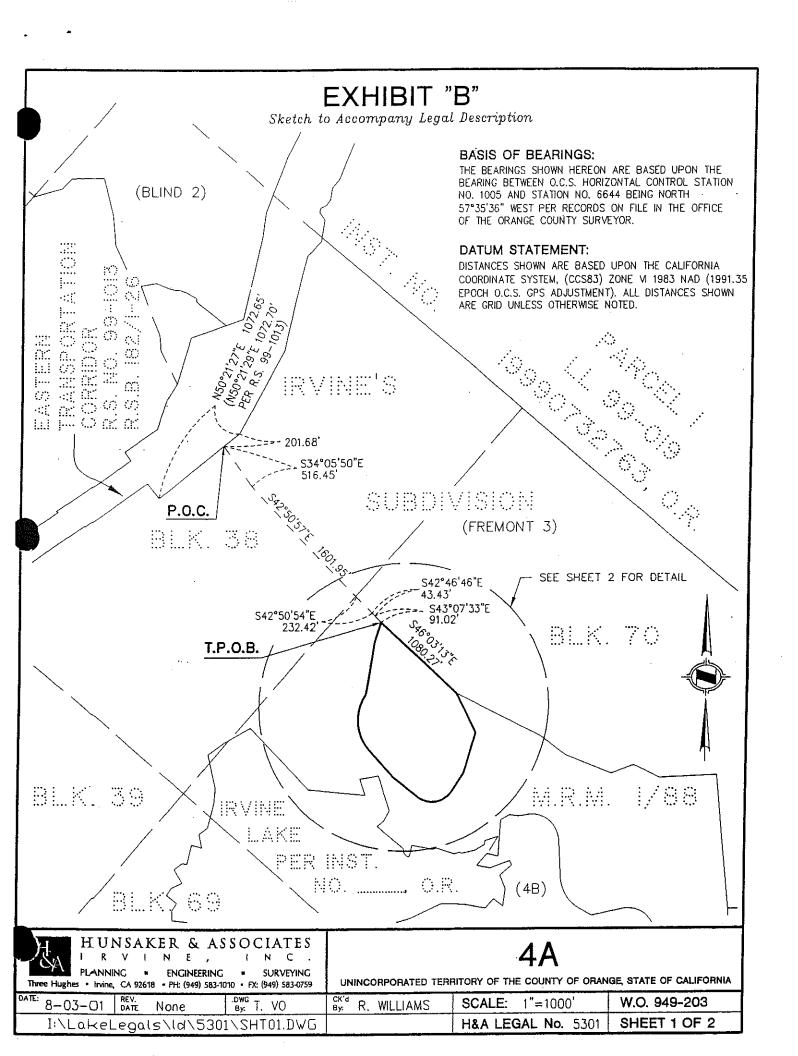
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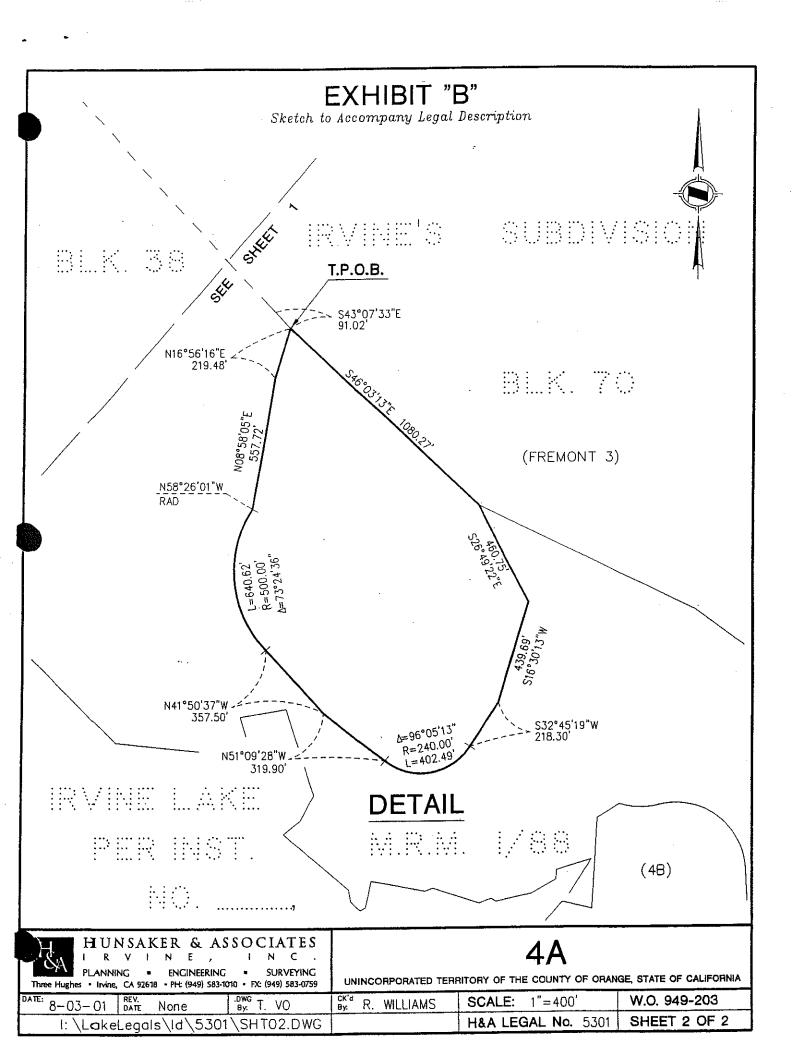
CONSULTING REVISED APRIL 3, 2002

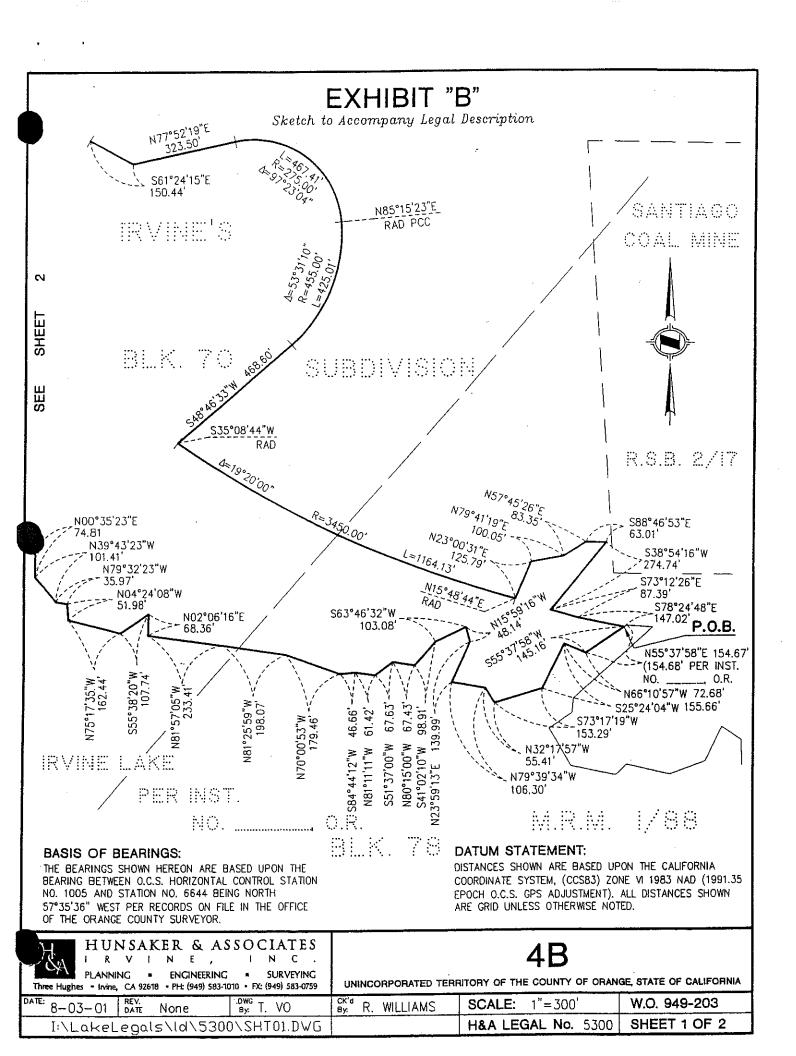
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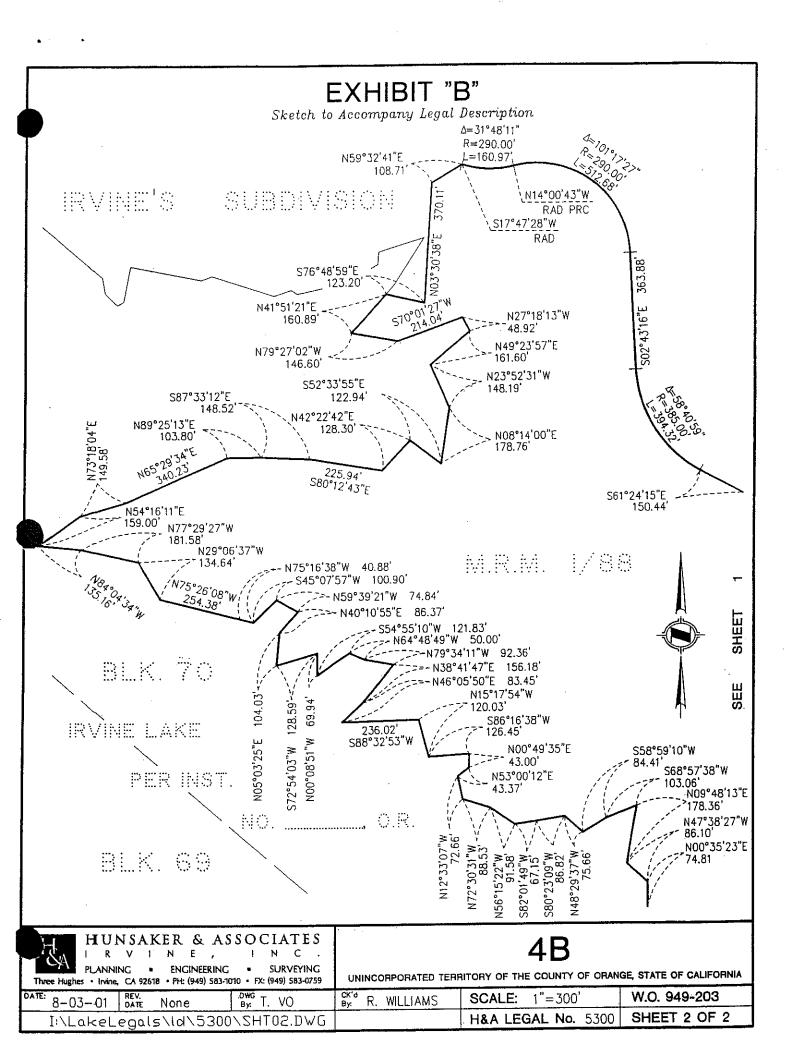
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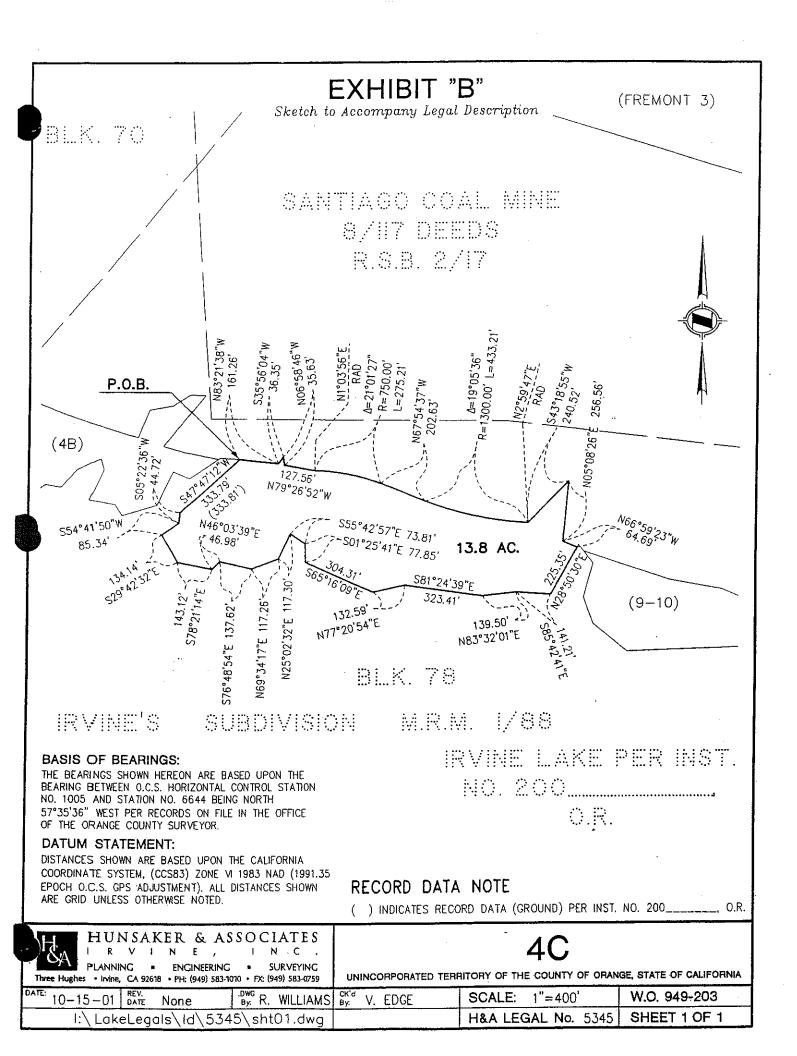
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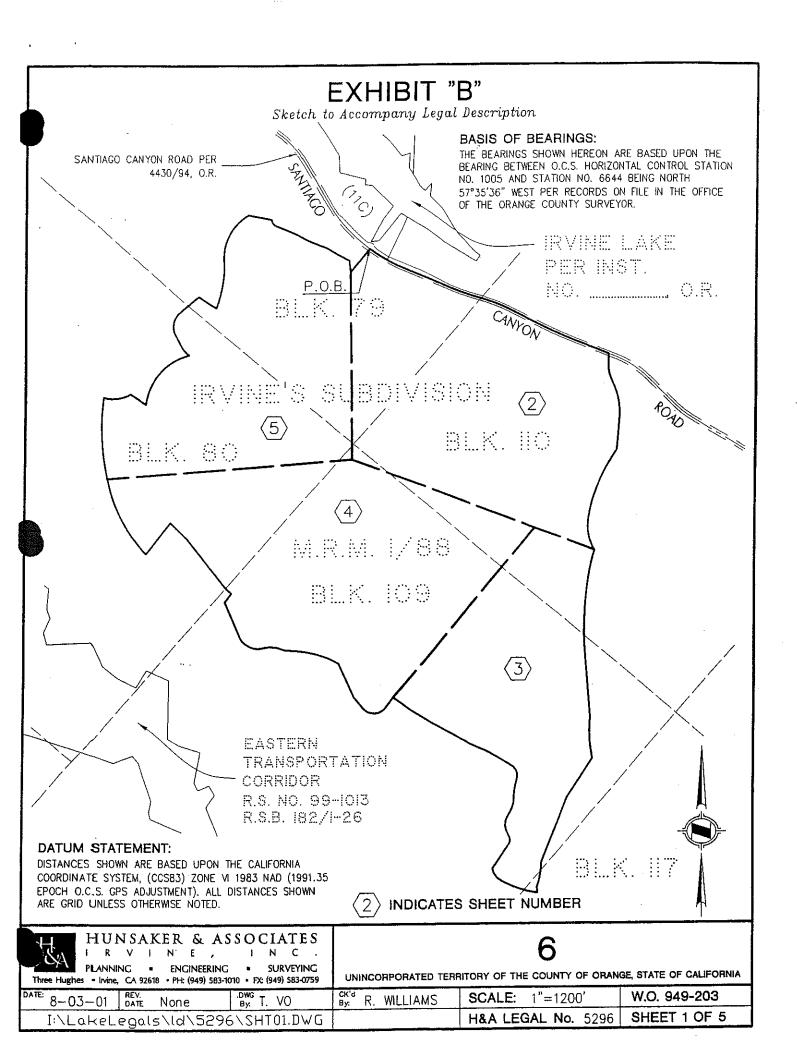


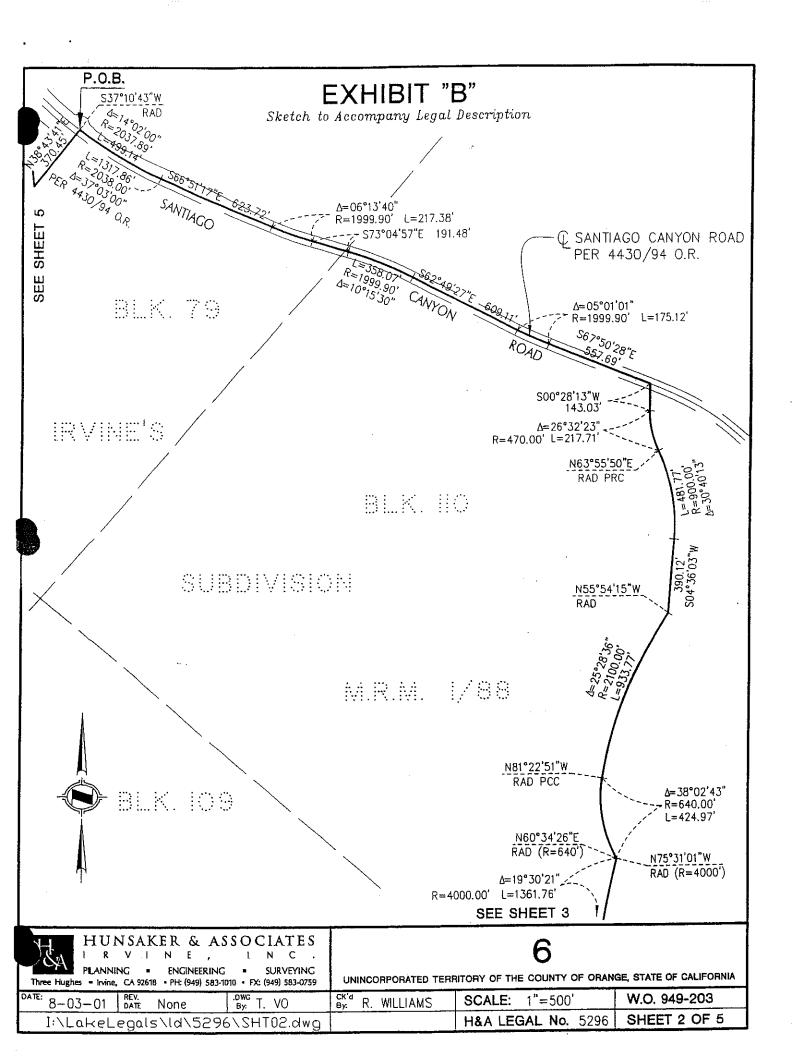


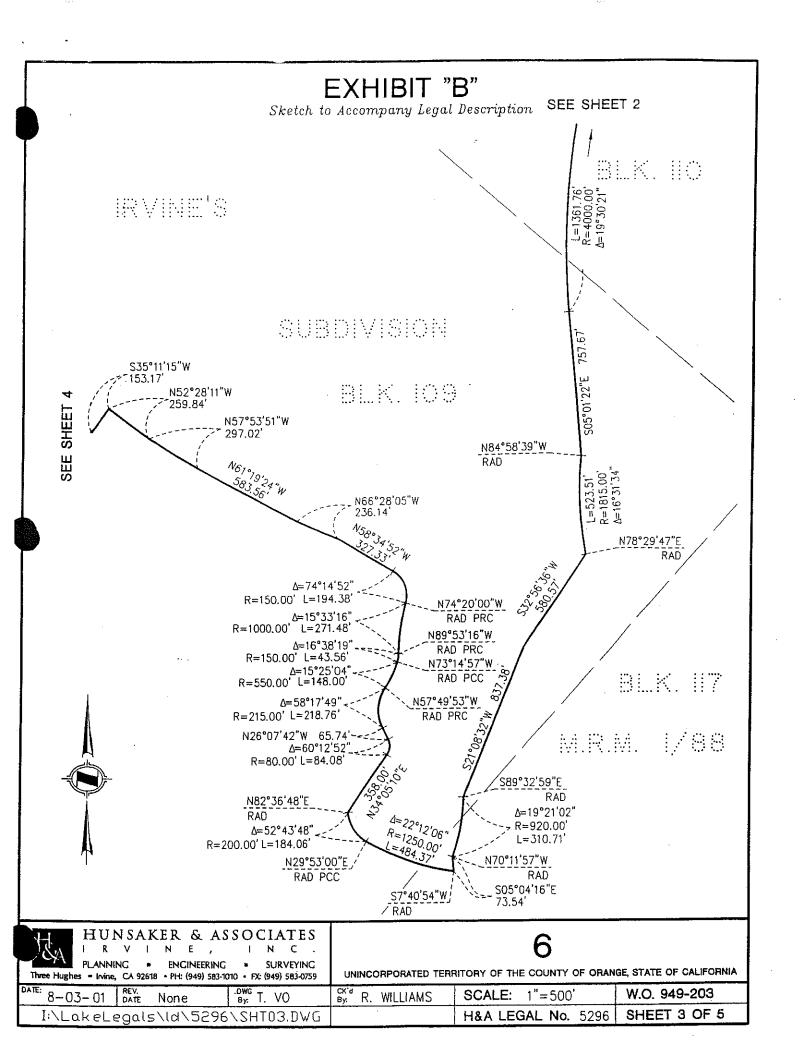


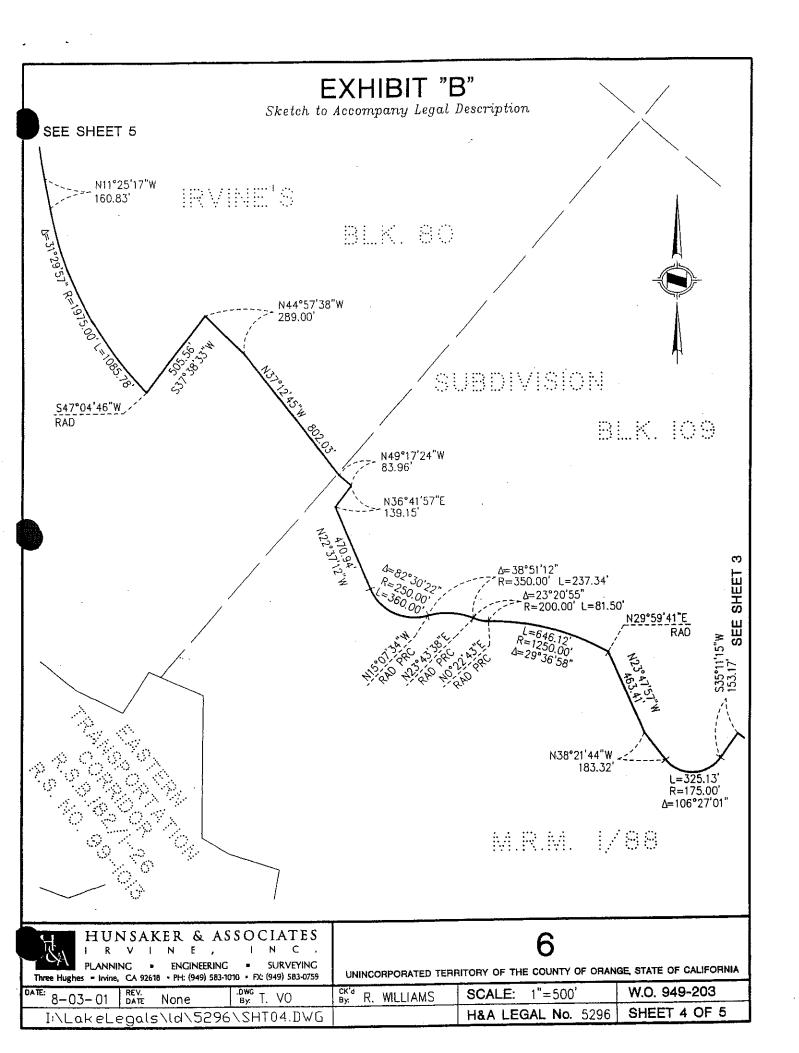












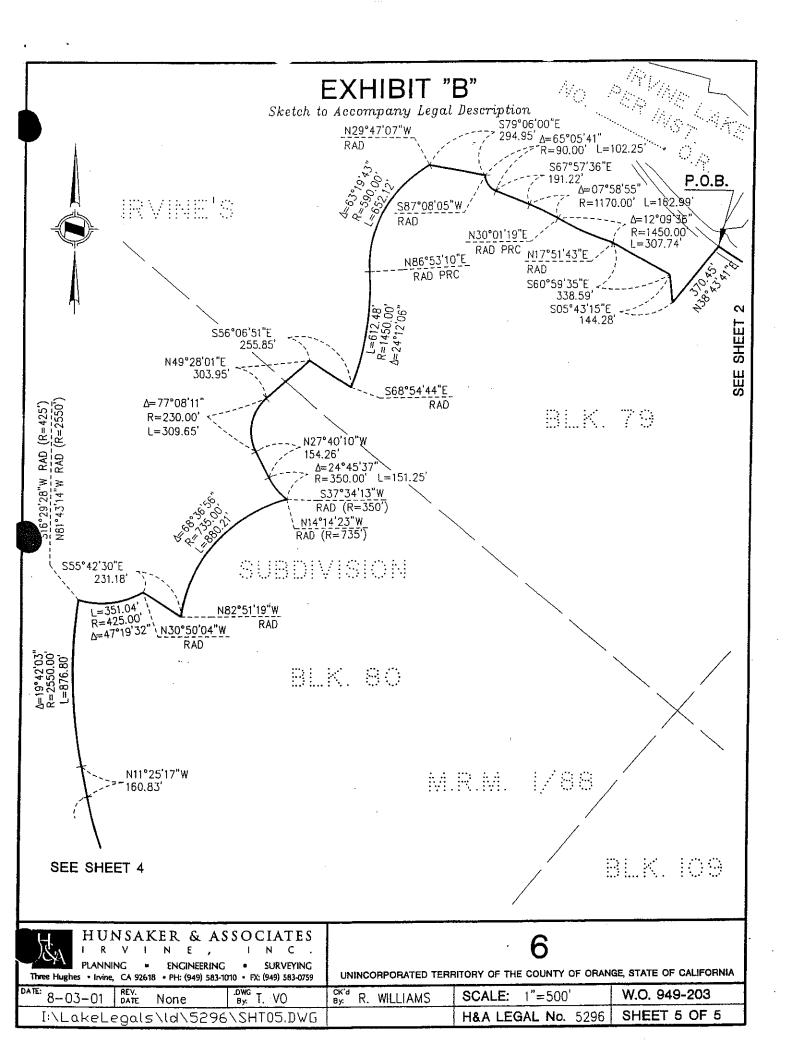


EXHIBIT "B"

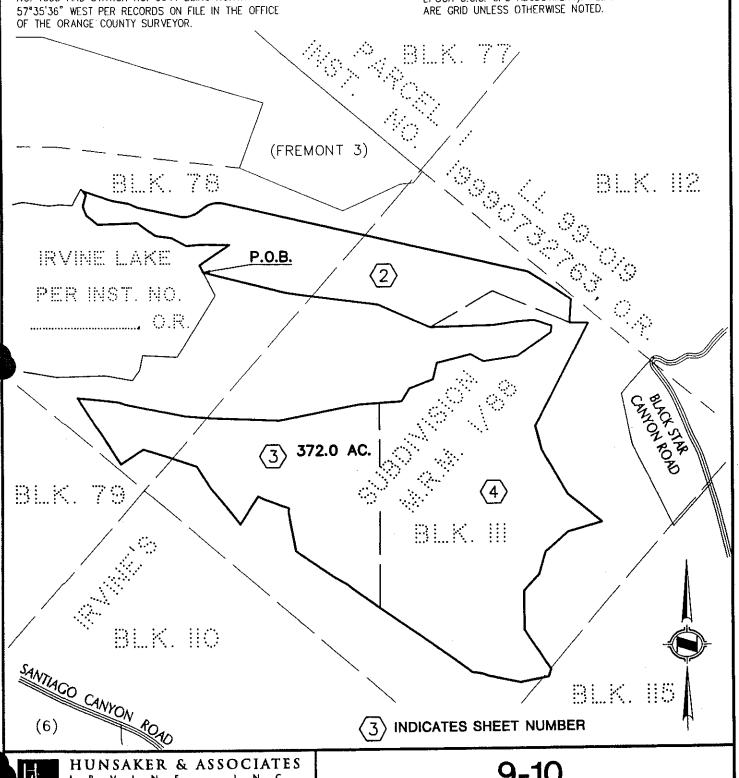
Sketch to Accompany Legal Description

BASIS OF BEARINGS:

THE BEARINGS SHOWN HEREON ARE BASED UPON THE BEARING BETWEEN O.C.S. HORIZONTAL CONTROL STATION NO. 1005 AND STATION NO. 6644 BEING NORTH 57"35'36" WEST PER RECORDS ON FILE IN THE OFFICE

DATUM STATEMENT:

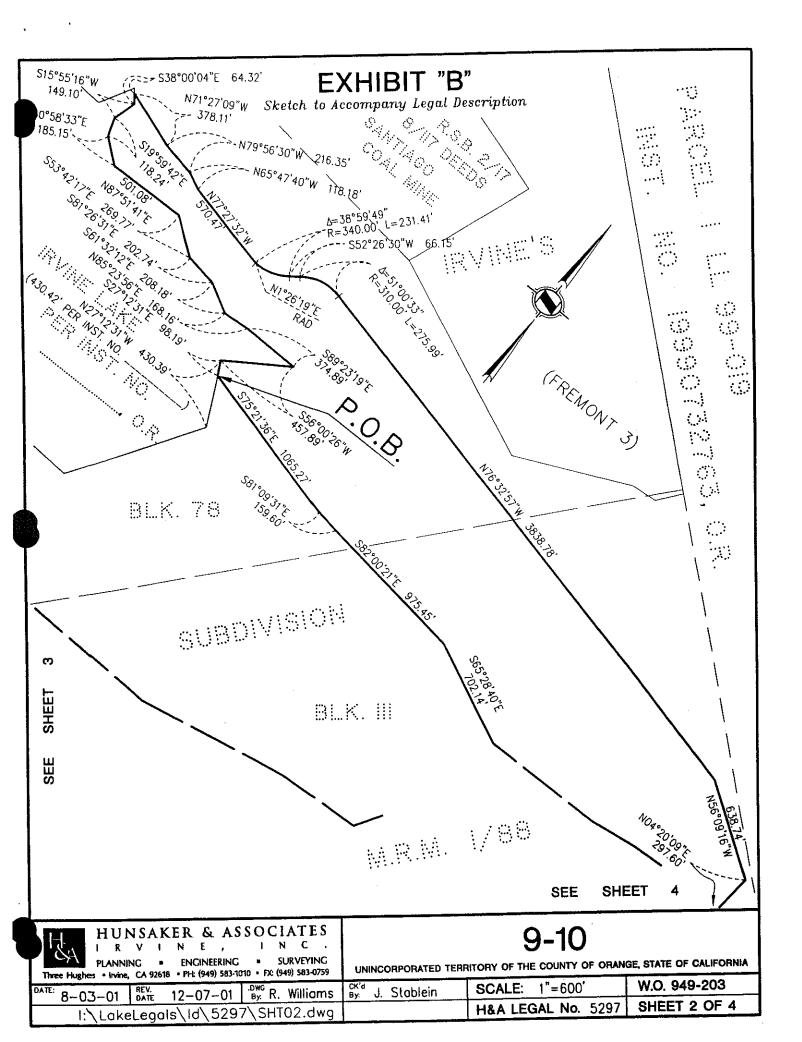
DISTANCES SHOWN ARE BASED UPON THE CALIFORNIA COORDINATE SYSTEM, (CCS83) ZONE VI 1983 NAD (1991.35 EPOCH O.C.S. GPS ADJUSTMENT). ALL DISTANCES SHOWN

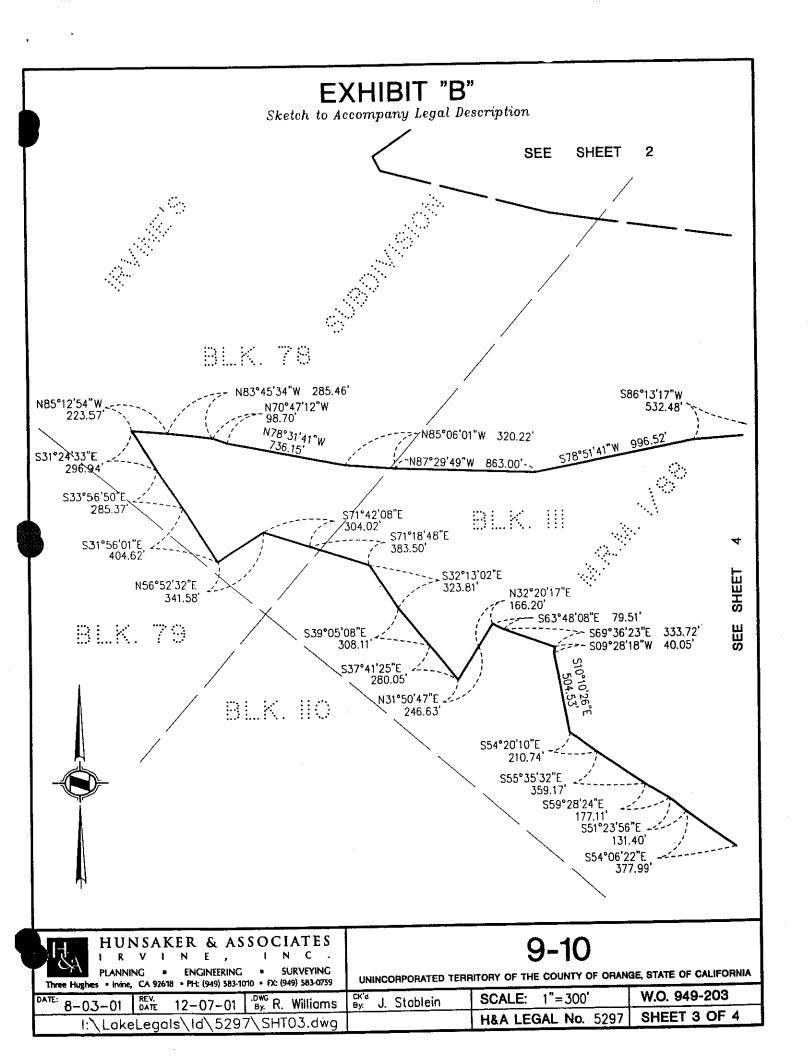


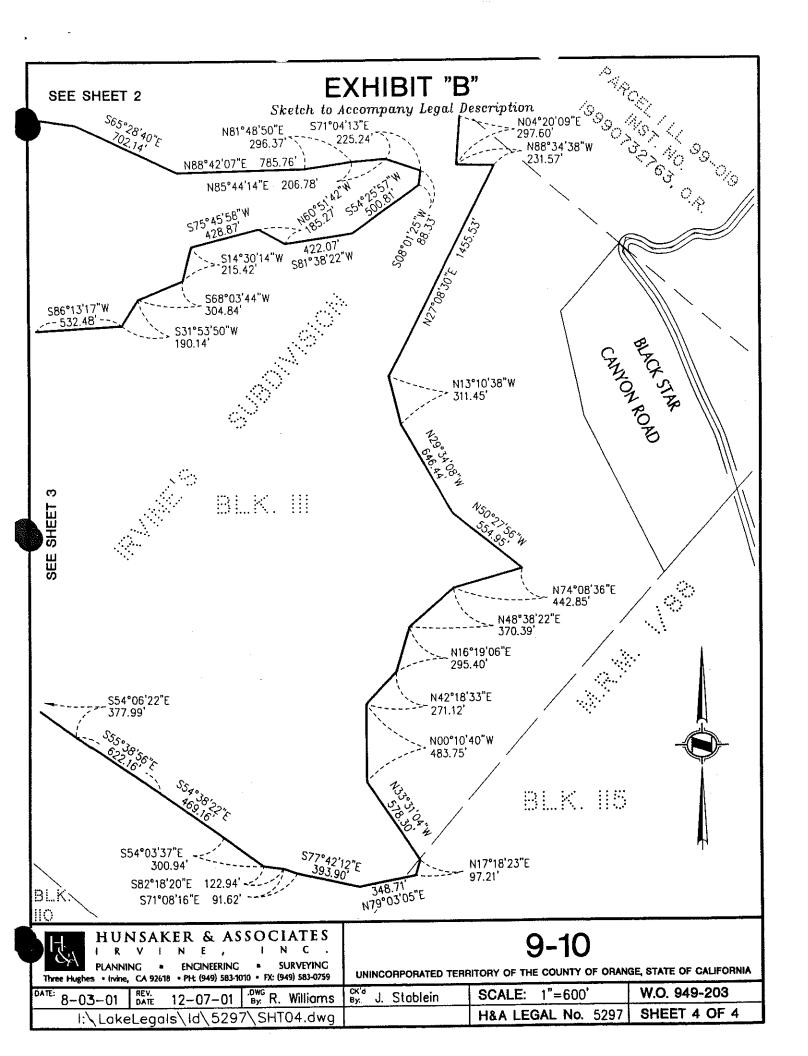
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UNINCORPORATED TERRITORY OF THE COUNTY OF ORANGE, STATE OF CALIFORNIA

W.O. 949-203 SCALE: 1"=1200' 12-07-01 By: R. Williams J. Stablein 8-03-01 SHEET 1 OF 4 **H&A LEGAL No. 5297** I:\LakeLegals\Id\5297\SHT01.dwa







Schedule 3

Specific Rights of Grantee

Subject to and only in accordance with the terms of subparagraph 3(b) of the main body of this Deed, Grantee shall have the following rights with respect to the Property:

- (a) Grantee shall have the right to plant, maintain, and/or remove native vegetation on the Property.
 - (b) Grantee shall have the right to control or eradicate feral and non-native animals.
- (c) Grantee shall have the right to erect, maintain, and/or remove fencing on or around the Property for conservation purposes, including (but not limited to) the right to erect fencing around or along the banks of creeks, rivers, ponds, and other bodies of water on the Property.
- (d) Grantee shall have the right to control or eliminate noxious weeds and non-native plant species from the Property, except that notwithstanding anything to the contrary in subparagraph 3(b) of the main body of this Deed, any use of controlled burning, pesticides, herbicides or other biocides shall be done only if and to the extent permitted in the Resource Plan.

Schedule 4

Permitted Uses

The following are set forth both to list specific uses at the Property which are not inconsistent with the terms of this Deed and, therefore, are permitted under this Deed (subject to such restrictions as may be set forth in this **Schedule 4** with respect to a given use, including any restrictions as to time, manner or area within which the use is permitted), and to provide guidance in determining whether other activities are not inconsistent with the terms of this Deed.

- 1. <u>Fences</u>. Grantor shall be entitled to maintain, repair and (where necessary) replace all existing fences on the Property. Grantor shall maintain, repair and (where necessary) replace all existing perimeter fences. New fences may be erected by Grantor at the perimeter of the Property and otherwise only as provided in the Resource Plan. All new fences erected by Grantor shall also be maintained, repaired and (where necessary) replaced by Grantor.
- 2. <u>Existing Structures and Improvements</u>. Grantor shall be entitled to maintain, repair, replace and use all existing structures and improvements on the Property; provided that no such structure or improvement shall be materially expanded in size, nor shall the use of such structure or improvement be materially changed, except as provided in the Resource Plan.
- 3. Additional Facilities and Activities. Grantor shall be entitled to construct, develop, improve, undertake, maintain, repair, replace and use on, under and/or across the Property utility facilities and lines, water drainage and treatment facilities, water tanks, access roads, slope stabilization and other grading activities, and any other improvements and activities (collectively, "Infrastructure Facilities"), as needed or desired to support development of other portions of the Irvine Ranch, subject to the following provisions:
- (a) Grantor shall use its reasonable best efforts to ensure that such Infrastructure Facilities are undertaken in such a manner as will minimize as much as reasonably possible the impact on the Conservation Values of the Property.
- (b) The Infrastructure Facilities permitted under this Paragraph, and their installation, use, maintenance, repair and replacement, shall not affect, in the aggregate, more than 62 acres of the total original area of the Property plus any additional area used for one electrical transmission facility as permitted in subparagraph 3(h) below (collectively, the "Allowable Facilities Area"). It is intended and understood that such single electrical transmission facility shall be in addition to and not subject to said stated acreage cap.
- (c) Notwithstanding any other provision of this Deed to the contrary, either before or after the time that any Infrastructure Facilities permitted under this Paragraph are commenced or completed, Grantor shall have the right to transfer to any appropriate agency, entity or individual fee title, easement, license and/or other possessory interest to the Allowable Facilities Area related to such Infrastructure Facilities, in the form or manner required by the recipient (including without limitation with title acceptable to the recipient), and without

compensation to Grantor or Grantee and without requiring the recipient to resort to its powers of eminent domain (if any) or other similar legal process in such endeavor. Grantee shall cooperate with Grantor, as reasonably requested and at no out-of-pocket cost to Grantee, to ensure Grantor may exercise said right to transfer the Allowable Facilities Area. To that end, if requested, Grantee shall execute and record an amendment to this Deed releasing the Allowable Facilities Area from this Deed, provided that Grantee shall be entitled to require that any such release from this Deed explicitly confirm the provisions of subparagraph 3(f) below with respect to the released Allowable Facilities Area. In transferring title to the Allowable Facilities Area as permitted in this Paragraph 3, subject to acceptance by the recipient, Grantor shall use its reasonable best efforts to restrict use of the Allowable Facilities Area to the applicable Infrastructure Facilities in a recorded document encumbering the Allowable Facilities Area.

- (d) Prior to submitting an application for a permit for the Infrastructure Facilities (or if no permit whatsoever is required for the Infrastructure Facilities, then prior to commencement of construction of the Infrastructure Facilities), Grantor shall consult with Grantee concerning its plans for the Infrastructure Facilities. Grantor shall also provide copies of (or allow Grantee to review) any and all applications for permits filed by Grantor for the Infrastructure Facilities. Nothing herein is intended or shall be deemed to require Grantee's consent or approval to any Infrastructure Facilities.
- (e) It is expressly understood and agreed that the Infrastructure Facilities permitted under this Paragraph 3 are in addition to any other improvements or activities permitted under this <u>Schedule 4</u>. For example, but without limiting the foregoing sentence, the MPAH Roads permitted under Paragraph 5 below in this <u>Schedule 4</u> are in addition to the Infrastructure Facilities permitted under this Paragraph 3.
- (f) For all purposes, in deriving the fair market value of the Property as encumbered by the Easement (e.g., in deriving the Original Easement Value under **Paragraph 18** of the main body of this Deed), Grantor shall be deemed to have retained the total value of all Allowable Facilities Areas permitted to be used for Infrastructure Facilities under this Paragraph 3, along with any and all potential uses or activities thereon, without regard to the terms of this Easement or the restrictions imposed by this Deed, and without regard to whether or not the total Allowable Facilities Areas will actually be so used.
- (which shall be subject to any applicable provisions of this Deed governing such conveyance) by The Irvine Company to a third party (in each case, a "Transferred Parcel"), the rights provided Grantor in this Paragraph 3 shall cease as to the transferee of such Transferred Parcel unless and until The Irvine Company assigns to such transferee the rights set forth in this Paragraph 3, either concurrently with conveyance of the Transferred Parcel or at anytime thereafter; in either case, as evidenced by written notice from The Irvine Company to Grantee and, to the extent practical, by a recorded assignment document executed by The Irvine Company specifically referencing this Paragraph 3 (general references to appurtenances or rights related to the acquired land will not suffice). Both such notice to Grantee and any such recorded assignment shall specifically reference the amount of acreage which may thereafter be used in the Transferred Parcel for Infrastructure Facilities, which amount together with all other acreages previously used for

Infrastructure Facilities or assigned to other Transferred Parcels may not exceed the maximum amount permitted as set forth above in subparagraph 3(b). All rights under this Paragraph 3 not so assigned by The Irvine Company shall be retained by The Irvine Company and may be used by The Irvine Company with respect to any portion of the Property whether or not owned by The Irvine Company. In no event shall any division of the Property between multiple owners, or any other event or circumstance (e.g. a release of this Deed as to an Allowable Facilities Area), create or allow any increase in the maximum Allowable Facilities Area as set forth above in subparagraph 3(b). As used in this subparagraph, the term "The Irvine Company" shall mean and refer to The Irvine Company, a Delaware corporation, its successors and any person or entity to whom The Irvine Company assigns its rights under this Paragraph 3. Any merger of The Irvine Company with or into another entity or any acquisition or transfer of all or a portion of the stock, equity or other ownership interests of The Irvine Company will not be deemed a transfer of the Property triggering the applicability of this subparagraph 3(g).

- (h) As noted in subparagraph 3(b) above, the Allowable Facilities Area also includes, in addition to the number of acres indicated in that subparagraph, that amount of acreage necessary solely for electrical transmission facilities and supporting structures running from the east/west strip of land owned as of the date of this Deed by Southern California Edison which bifurcates the Fremont Canyon to the north of the Property to the developments in and around the Irvine Lake area.
- 4. Roads and Trails. Grantor shall be entitled to maintain, repair, replace and use all existing roads and trails located on the Property, provided that no such road or trail shall be materially expanded in size, nor shall the use of such road or trail be materially changed, except as provided in the Resource Plan. The construction, maintenance, repair, replacement and use of new roads and trails shall be permissible only as explicitly permitted pursuant to any other Paragraph in this Schedule 4 (and then subject to any restrictions set forth in such other Paragraph, including any restrictions as to the area within which the road or trail is permitted) or as provided in the Resource Plan.
- 5. Specific New Roads. A depiction of the existing Orange County Transportation Authority (OCTA) Master Plan of Arterial Highways effective as of December 11, 2000 (the "MPAH") is included in the Easement Documentation Report Grantor shall be entitled to cooperate with the appropriate federal, state, and local authorities with respect to, and undertake in all respects, the development, construction, improvement, maintenance, repair, replacement, relocation and use of all roads as shown and described on such existing MPAH, together with all utilities and other facilities ordinarily constructed or installed within or adjacent to such roads, and all improvements related thereto (collectively, the "MPAH Roads") in the relevant area (the "Allowable MPAH Area"), subject to the following conditions:
- (a) If and to the extent Grantor is undertaking the development of any MPAH Road, Grantor shall use its reasonable best efforts to ensure that such MPAH Road is undertaken in such a manner as will minimize as much as reasonably possible the impact on the Conservation Values of the Property, including (but not limited to) the incorporation into the design and construction of such MPAH Road of wildlife underpasses, where appropriate pursuant to any existing completed wildlife movement studies for the Property previously funded

by Grantor. Grantee understands and acknowledges that Grantor may not be the party undertaking development of each MPAH Road. In those instances where Grantor is nonetheless participating in the development of the MPAH Road, Grantor shall use its reasonable best efforts to provide the party undertaking the MPAH Road with the awareness of the desirability of considering the incorporation into the design and construction of such roads of wildlife underpasses and to deliver to such party copies of any existing completed wildlife movement studies for the Property previously funded by Grantor.

- (b) Notwithstanding any other provision of this Deed to the contrary, either before or after the time that any MPAH Road permitted under this Paragraph is commenced or completed. Grantor shall have the right to transfer to any appropriate agency, entity or individual fee title, easement, license and/or other possessory interest to the Allowable MPAH Area related to such MPAH Road, in the form or manner required by the recipient (including without limitation with title acceptable to the recipient), and without compensation to Grantor or Grantee and without requiring the recipient to resort to its powers of eminent domain (if any) or other similar legal process in such endeavor. Grantee shall cooperate with Grantor, as reasonably requested and at no out-of-pocket cost to Grantee, to ensure Grantor may exercise said right to transfer the Allowable MPAH Area. To that end, if requested, Grantee shall execute and record an amendment to this Deed releasing the Allowable MPAH Area from this Deed, provided that Grantee shall be entitled to require that any such release from this Deed explicitly confirm the provisions of subparagraph 5(d) below with respect to the released Allowable MPAH Area. In transferring title to the Allowable MPAH Area as permitted in this Paragraph 5, subject to acceptance by the recipient, Grantor shall use its reasonable best efforts to restrict use of the Allowable MPAH Area to the applicable MPAH Road in a recorded document encumbering the Allowable MPAH Area.
- (c) Again assuming Grantor is the party seeking a permit for the MPAH Road, prior to submitting an application for that permit, Grantor shall provide copies of (or allow Grantee to review) any and all applications for permits filed by Grantor for such MPAH Road. Nothing herein is intended or shall be deemed to require Grantee's consent or approval to any MPAH Road.
- (d) For all purposes, in deriving the fair market value of the Property as encumbered by the Easement (e.g., in deriving the Original Easement Value under **Paragraph 18** of the main body of this Deed), Grantor shall be deemed to have retained the total value of all Allowable MPAH Areas permitted to be used for MPAH Roads under this Paragraph 5, along with any and all potential uses or activities thereon, without regard to the terms of this Easement or the restrictions imposed by this Deed, and without regard to whether or not the total Allowable MPAH Areas will actually be so used.
- 6. Educational and Recreational Uses. Grantor shall be entitled to use and develop the Property to provide for recreational and educational use of the Property by the general public; provided, however, that all recreational and educational uses of the Property and the facilities therefor shall be planned mutually by Grantor and Grantee pursuant to, and shall only be installed as provided in the Resource Plan, taking into account (a) the desire of the parties to provide substantial and regular use of the Property by the public through recreational and

educational uses as permitted under this Deed, (b) the recreational and educational uses and facilities provided on other portions of the Irvine Ranch, and (c) the need to preserve and protect the other Conservation Values of the Property. Without meaning to address all possible uses or facilities in advance, and on the understanding that not all uses or activities will be appropriate in all locations, the parties anticipate that trails for hiking, cycling and equestrian, picnicking and picnic areas, viewpoints and overlooks, staging areas, access roads, interpretive centers and related facilities, and an equestrian center (if one has not already been located elsewhere within an area of the Irvine Ranch on which a conservation easement has been conveyed to Grantee), and similar recreational and/or educational uses or activities will be appropriate on the Property, but that motorized recreation, paved or landscaped playing fields or areas and similar recreational uses or activities will not be appropriate on the Property.

- 7. Environmental Enhancement Activities. Grantor and Grantee shall determine in the Resource Plan any portions of the Property that are appropriate for environmental enhancement (restoration of habitat), and what sort of enhancement activities are appropriate and will not adversely affect the ecological values of the Property. Once those determinations have been made, Grantor may carry out the approved enhancement activities from time to time, at any time thereafter, as provided in the Resource Plan.
- 8. <u>Mining and Drilling</u>. Grantor shall have the right to enter the subsurface of the Property for the extraction or removal of oil, gas, hydrocarbon substances, minerals, and/or any other material or resources (collectively for this Paragraph 8, "minerals") below the surface of the Property, subject to the following provisions:
- (a) Grantor shall have the right to drill, tunnel or mine, in compliance with all Applicable Laws, from the surface of lands other than the Property, in, into, and through that portion of the subsurface of the Property lying below a depth of five hundred feet (500') measured vertically from the surface thereof, for the purposes of exploring for, extracting, and/or removing minerals.
- (b) In exercising its rights under this Paragraph 8, Grantor shall conduct its activities such that the impact on the Property is limited and localized and is not irremediably destructive of the Conservation Values of the Property.
- (c) Grantor shall not enter into any lease for the purposes of exploring for, extracting, or removing any minerals from the Property unless such lease specifically refers to this Deed and binds the lessee to comply with all of the relevant terms hereof.
- (d) In exercising its rights under this Paragraph 8, Grantor shall not (i) pollute the surface water of the Property, (ii) pollute the subsurface water of the Property in a manner that materially, adversely affects the Conservation Values of the Property, or (iii) interfere with the surface or subsurface water of the Property in a manner that materially, adversely affects the Conservation Values of the Property.

- (e) Grantor shall give Grantee written notice at least forty-five (45) days prior to commencement of any such operations affecting the Property by Grantor or by anyone acting for or by authority of Grantor, describing the proposed location and nature of such operations.
- 9. Existing Easements. The continued use of existing easements and other possessory rights of record granted prior to the Easement is permitted, including without limitation such rights of record, if any, to construct, maintain, replace and use new roads or trails.
- 10. <u>Vegetation and Animal Management</u>. Grantor shall be entitled to remove or control invasive, non-native plant species. Grantor shall also be entitled to remove or control feral and/or non-native animal species. Grantor shall be entitled to control problem animals (a) as provided in the Resource Plan or (b) in emergencies where an animal poses an imminent danger to human safety, but only in compliance with all Applicable Laws and using selective control techniques which are designed to be limited in their effectiveness to the specific animal which has been clearly identified as dangerous to human safety.
- 11. <u>Signage</u>. Grantor shall be entitled to place the following types of signs on the Property: (a) a sign or signs reasonably necessary for the identification of the Property or to advertise its lease or sale; (b) a sign or signs related to the open space, conservation and public access uses of the Property; (c) a sign or signs reasonably necessary to mark the boundary of the Property or to prevent trespass; and (d) a sign or signs along the perimeter of the Property reasonably necessary to provide directional or interpretive information.
- 12. <u>Fuel Modification</u>. Grantor shall be entitled to undertake those activities necessary to prevent the risk of wildfire as and when required by Applicable Law or as provided in the Resource Plan.
- 13. <u>Drainage</u>. Rainfall runoff, stormwater, urban runoff, sheet flow, receiving waters, dry weather flow, and other waters presently drain or travel within one portion of the Property to, over, onto and/or across other portions of the Property, as well as from other lands to, over, onto and/or across the Property. Portions of these waters percolate, infiltrate and otherwise are absorbed into the ground at the Property. These waters contain, and in the future will contain, water quality constituents typically associated with such flows. Grantor and Grantee acknowledge that such drainage and flows will occur in the future and that current drainage and hydrologic conditions will change in the future, for example as other lands are developed and/or for flood control purposes. Grantor retains and shall be entitled to use all drainage and flood control rights, subject to all Applicable Laws, to drain and/or route waters within and to the Property or to otherwise allow waters to reach the Property, whether in a manner similar to current conditions or in any other lawful manner; provided that nothing in this Paragraph 13 shall authorize the construction of any structures or facilities of any kind on the Property.
- 14. <u>Enforcement of Right to Quiet Enjoyment</u>. Grantor shall be entitled to prohibit entry upon the Property by unauthorized persons.

- adjoining the Property may require that the boundary of the Property be adjusted minimally in order to free one or more portions of the initial Property from the Easement for use in the adjoining development. Grantee shall cooperate with Grantor as reasonably requested from time to time in amending this Deed and the Easement, in order to make such adjustments, provided that (a) the amendment shall provide that, in exchange for the portion of the Property released from the Easement, one or more other portions of the Irvine Ranch contiguous with the remaining portion of the Property shall be added to the Property governed by the Easement; (b) such added area shall be of equal or more conservation and dollar value to that which is released from the Easement (though it need not necessarily be exactly the same in area); and (c) in no event shall the alteration as to any portion of the Property in the aggregate for the entire Property exceed ten (10) acres.
- 16. <u>Grazing</u>. For so long as The Irvine Company is the owner of any portion of the Property and there has been no deemed transfer of such portion of the Property (as provided in subparagraph 3(b) of the main body of this Deed), Grantor shall be entitled to use such portion of the Property for cattle grazing if and to the extent provided in the Resource Plan, and then only in compliance with the following:
- (a) Grazing may only take place seasonally, between the months of November and June.
- (b) All grazing activities shall be consistent with a written grazing management plan developed and revised annually as part of the Resource Plan.
- (c) Salt licks and artificial watering sources for cattle shall not be located within 1000 feet of any water source, and shall be located where there is ample grazing material.
- (d) No grazing shall be allowed in any pasture which leaves in that pasture, at the conclusion of grazing within any grazing year, an average of pounds per acre of residual herbaceous dry matter ("RDM") which is less than 1,000. Grantee may conduct monitoring and quantitatively measure RDM in order to determine compliance with the RDM standards established above. Areas which, if left ungrazed, would not in any case provide at least the minimum target RDM due to rockiness, soil quality, or other natural cause, shall not be considered, and no pasture made up largely of such areas shall be grazed.

Schedule 5

Inconsistent Uses

The following are set forth both to list specific uses at the Property which are inconsistent with the terms of this Deed and, therefore, are prohibited under this Deed (except to the extent permitted as may be set forth in this **Schedule 5** with respect to a given use), and to provide guidance in determining whether other activities are inconsistent with the terms of this Deed. The following activities are inconsistent with the terms of this Deed and prohibited at the Property, in each case: (a) except as required to carry out, or as a normal or reasonable part of, an activity permitted under a specific Paragraph of **Schedule 3** or **Schedule 4** to this Deed, subject in each case to any and all restrictions set forth in such Paragraph, including any restrictions as to the time, manner or area within which the activity is permitted; and (b) except as required to be undertaken under any Applicable Law.

- 1. <u>Improvements</u>. There shall be no construction or placement of any structures or improvements on the Property, including (but not limited to) residential, industrial, office, or other buildings, underground or aboveground tanks, billboards, signs, advertising facilities, street lights, utility structures or lines, or sewer systems or lines.
- 2. <u>Use or Transfer of Development Rights</u>. All development rights that are now or hereafter allocated to, implied, reserved, or inherent in or to the Property are terminated and extinguished, and may not be used on or transferred to any portion of the Property as it now or hereafter may be bounded or described, or to any other property (whether adjacent or otherwise).
- 3. <u>Granting of Partial Interests or Subdivision</u>. Except to the extent otherwise permitted in Paragraph 3 or Paragraph 5 of <u>Schedule 4</u>, there shall be no legal or *de facto* sale or gift of less than the whole of the Property, nor any division, subdivision, or partitioning of the Property, without the prior written consent of Grantee, which shall not be withheld unreasonably, subject to the following provisions:
- (a) Ownership of the Property may be held in the form of undivided interests as tenants in common, whether by choice or by operation of law, without any need to obtain Grantee's consent thereto, but no owner of an undivided interest in the Property shall have the right of exclusive occupancy or exclusive use of any separate portion of the Property, or any right to have the Property partitioned in kind, whether pursuant to California Code of Civil Procedure Sections 872.210 et seq. or otherwise.
- (b) There shall be no granting of any leases, easements, licenses, or other rights to use the Property without the prior written consent of Grantee, except that Grantee's consent shall not be required for: (i) temporary or term rights to access and use the Property to provide services or carry out activities permitted at the Property, including (but not limited to) the construction, development, use, maintenance, repair, replacement, and improvement of roads, improvements and/or facilities which are permitted either in the Resource Plan or under any of the provisions of <u>Schedule 4</u>; (ii) any such conveyance permitted in <u>Schedule 4</u>; or (iii) conservation or environmental enhancement easements which are subordinate to this Easement.

- (c) Fee title to less than the whole of the Property may be conveyed by Grantor to any public agency, without any need to obtain Grantee's consent thereto, but Grantor agrees to use its reasonable best efforts, in consultation with Grantee, to ensure that logical boundaries are used in such subdivision. As part of such a division of the Property, Grantor may also convey (again, without any need to obtain Grantee's consent to such transfer, but in consultation with Grantee with respect to the boundaries, in advance of the decision) less than the whole of the Property to one or more public agencies, and convey the entire remainder of the Property to one (but no more than one) non-profit entity which: (i) is organized as a corporation, limited liability company, partnership or other entity excluding an unincorporated association; (ii) is a taxexempt public charity described in Section 815.3 of the California Civil Code and IRC Section 501(c)(3), organized to protect and conserve natural areas and ecologically significant land for scientific, ecological, scenic, charitable, recreational, and educational purposes; and (iii) has sufficient experience or expertise (or the resources to engage such experience and expertise), and sufficient resources, to hold the remainder in compliance with the Easement Purposes.
- (d) In those remaining cases where Grantee's consent to conveyance of less than the whole of the Property, or subdivision of the Property, is required (e.g. conveyance to two or more owners which are not public agencies), Grantee may withhold its consent to any such conveyance or subdivision only if: (i) Grantee has reasonable grounds to doubt the ability of a proposed owner to hold its portion of the Property in compliance with the Easement Purposes; (ii) in Grantee's reasonable opinion, the administrative burden to Grantee in enforcing the Easement thereafter would be increased to an unacceptable degree due to the increase in the number of multiple owners; or (iii) in Grantee's reasonable opinion, the boundaries of such subdivision are not logical for purposes of preserving the Conservation Values of the Property.
- 4. <u>Vehicles</u>. There shall be no use of any motorized vehicles off of designated roadways on the Property except (a) vehicles used in carrying out the Easement Purposes (but not including any motorized off-road recreational use) or (b) as provided in the Resource Plan; and then in those uses permitted under clauses (a) and (b) of this Paragraph 4, the Conservation Values of the Property shall be protected as much as reasonably possible.
- Dumping or Salvage. There shall be no dumping, storage or other disposal on the Property of soil, trash or garbage except for (a) refuse generated on the Property which may be disposed of on the Property on a temporary basis prior to its removal from the Property in areas where the Conservation Values of the Property are not adversely impacted or (b) compostable refuse generated on the Property which may be disposed of on the Property in a responsible manner which does not impair the Conservation Values of the Property. There shall be no dumping, storage or other disposal on the Property of ashes, sludge, Hazardous Materials (as defined in this Deed), or other unsightly or dangerous materials. There shall be no storage or disassembly on the Property of inoperable automobiles, trucks, or other vehicles or equipment for purposes of sale, or rental of space for that purpose.
- 6. <u>Non-Native Animal Species</u>. There shall be no release anywhere on the Property of non-native animal species.

- 7. <u>Vegetation</u>. There shall be no removal, cutting or destruction on the Property of native vegetation except (a) as provided in the Resource Plan or (b) in an emergency for purposes of disease or insect control or to prevent property damage, personal injury, or flooding. There shall be no introduction on the Property of any non-native plant.
- 8. <u>Timber Harvesting and Firewood</u>. There shall be no taking or harvesting of timber, standing or downed, on the Property (including, but not limited to, the removal of any downed wood from any waterway) except (a) as provided in the Resource Plan or (b) in an emergency for purposes of disease or insect control or to prevent property damage, personal injury, or flooding.
- 9. <u>Biocides</u>. There shall be no storage or use of fertilizers, pesticides, biocides, herbicides, or other agricultural chemicals at the Property except as provided in the Resource Plan.
- 10. <u>Roads and Trails</u>. There shall be no construction of any new roads or trails on the Property.
- 11. <u>Fences and Walls</u>. There shall be no construction of any new fences or walls on the Property.
- 12. <u>Commercial Uses</u>. There shall be no retail, office, industrial, or other commercial use of the Property.
- 13. <u>Alteration of Land or Excavation</u>. There shall be no filling, excavating, grading, draining or dredging on the Property, nor any change in the general topography of the Property.
- 14. <u>Mining and Drilling</u>. There shall be no mining, drilling, removing, or exploring for or extracting of minerals, oil, gas, coal, or other hydrocarbons, soils, sands, gravel, loam, rocks or any other material on, under, or at the Property.
- 15. <u>Agriculture</u>. There shall be no agricultural activities or operations of any kind on the Property, including (but not limited to) row crops, forage, growing of timber for harvest, orchards, vineyards, or any other agricultural activities that involve tillage of soil, removal of vegetation, planting of crops for harvest, or irrigation of such crops.
- 16. <u>Grazing</u>. There shall be no breeding, raising, pasturing or grazing of livestock of any kind, nature or description (whether for commercial purposes or otherwise) on the Property.
- 17. <u>Hunting, Trapping and Fishing</u>. There shall be no use of the Property for any hunting, trapping or fishing of any kind.
- 18. <u>Water Resources</u>. There shall be no development or other activities, action, or uses on the Property detrimental to water conservation or quality, erosion control, soil conservation, or fish and wildlife habitat preservation on the Property, and no manipulation or

alteration of natural water courses, wetland, stream bank, shorelines, or bodies of water on the Property, including but not limited to:

- (a) degradation or pollution of any surface or subsurface waters on the Property, or placement of revetments or rip-rapping on the Property;
- (b) bank protection or any other manipulation, diversion or other alteration of natural water courses, wetlands, or other bodies of water on the Property; or
- (c) any other activity on the Property which may destabilize the banks of any course or body of water on the Property; and any uses or activities on the Property which would pollute, degrade, or drain the surface or sub-surface waters of the Property.
- 19. <u>Water Rights</u>. There shall be no severance, conveyance or encumbrance of Grantor's water or water rights appurtenant to the Property, separately from Grantor's underlying title to the Property; and the Easement shall not sever any such riparian water rights appurtenant to the Property.