

Prepared by:

TVA TRACT NO. XTELR-158RE



Leonard L. McCurdy, Attorney
Tennessee Valley Authority
1101 Market Street, CST 7D
Chattanooga, Tennessee 37402-2801
Telephone: (423) 751-2006

CORRECTION GRANT OF RECREATIONAL EASEMENT

THIS INDENTURE, made and entered into by and between the UNITED STATES OF AMERICA (hereinafter sometimes referred to as the "GRANTOR"), acting herein by and through its legal agent, the TENNESSEE VALLEY AUTHORITY (hereinafter sometimes referred to as "TVA"), a corporation created and existing under an Act of Congress known as the Tennessee Valley Authority Act of 1933, as amended, and TELlico LAKE PROPERTIES, L.P., a Tennessee limited partnership, with TELlico COMMUNITIES, INC., a Tennessee corporation, as the general partner (hereinafter referred to as the "GRANTEE");

WITNESSETH:

WHEREAS by Grant of Recreational Easement dated July 21, 1994, of record in Deed Book 218, page 544, in the office of the Register of Monroe County, Tennessee, and of record in Deed Book 214, page 310, in the office of the Register of Loudon County, Tennessee (hereinafter referred to as the "Grant"), and by Corrected Grant of Recreational Easement dated August 15, 1994, of record in Deed Book 219, page 414, in the office of the Register of Monroe County, Tennessee, and of record in Deed Book 215, page 435, in the office of the Register of Loudon County, Tennessee (hereinafter referred to as the "Corrected Grant"), GRANTOR acting by and through its legal agent, TVA, conveyed to GRANTEE a recreational easement as particularly described therein, and subject to the exceptions, reservations, restrictions, conditions, and/or limitations as set forth therein, affecting land designated in TVA's land records as TVA Tract No. XTELR-158RE; and

WHEREAS it has been determined that said Grant and said Corrected Grant failed to correctly describe the easement area; and

WHEREAS both GRANTOR and GRANTEE desire to correct the description of said easement area.

NOW, THEREFORE, in consideration of the premises and in order to correct said description, the UNITED STATES OF AMERICA, acting by and through TVA, has bargained and sold and by these presents does hereby transfer and convey unto the GRANTEE, a permanent easement and right-of-way for the following purposes, namely: the right to enter upon the hereinafter described easement area, and in accordance with plans approved in advance and in writing by TVA for private noncommercial recreation purposes with nonexclusive rights of ingress to and egress from the Tellico Reservoir, as specifically set forth in said Grant and Corrected Grant, all in, on, over, across, through, or under the easement area, as described in Exhibit A and shown on Exhibit B, both of which are attached hereto and made a part hereof.

TO HAVE AND TO HOLD said land and rights unto the GRANTEE, its successors and assigns forever.

And GRANTOR does hereby reaffirm and ratify all covenants, warranties, exceptions, reservations, restrictions, conditions, and/or limitations made and provided for in said Grant and Corrected Grant referenced above and the entire contents thereof, except for the incorrect description, as fully and effectively as if the entire instruments were copied herein verbatim containing the correct description, as set forth in said Exhibit A and shown on said Exhibit B, and said instruments are accordingly incorporated herein by reference.

And TVA does hereby reaffirm and ratify all covenants and warranties made and provided for in said Grant and Corrected Grant.

IN WITNESS WHEREOF, the TENNESSEE VALLEY AUTHORITY, acting herein as legal agent of the UNITED STATES OF AMERICA, and being duly authorized to do so, has caused this instrument to be executed, in the name of the UNITED STATES OF AMERICA, by its authorized officers, and its corporate seal to be hereunto affixed this the 25th day of July, 2001.

ATTEST:



J. WAYNE OWENS
Assistant Secretary

UNITED STATES OF AMERICA
By TENNESSEE VALLEY AUTHORITY,
its legal agent




DANIEL H. FERRY
Acting Manager
Realty Asset Services

STATE OF TENNESSEE)
) SS
COUNTY OF HAMILTON)

On the 25th day of July, 2001, before me appeared DANIEL H. FERRY, and J. WAYNE OWENS, to me personally known, who, being by me duly sworn, did say that they are the Acting Manager, Realty Asset Services, and Assistant Secretary, respectively, of the TENNESSEE VALLEY AUTHORITY, a corporation; that the seal affixed to the foregoing instrument is the corporate seal of said corporation, and that said instrument was signed, sealed, and delivered on behalf of said corporation, by authority of its Board of Directors, and as legal agent for the UNITED STATES OF AMERICA; and the said DANIEL H. FERRY, and J. WAYNE OWENS acknowledged said instrument to be the free act and deed of the UNITED STATES OF AMERICA, as principal, and the TENNESSEE VALLEY AUTHORITY, as its agent.

WITNESS my hand and official seal of office in Chattanooga, Tennessee, the day and year aforesaid.



Notary Public

My commission expires: July 19, 2003

The name and address of the owner of the aforescribed easement is:

EASEMENT OWNER: Tellico Lake Properties, L.P.
 P.O. Box 5958
 Maryville, Tennessee 37802

The name and address of the legal owner is:

OWNER: United States of America
 Tennessee Valley Authority
 c/o Realty Asset Services
 1101 Market Street, CST 7A
 Chattanooga, Tennessee 37402-2801

(Tax Exempt -
TCA Sec. 67-5-203(a)(1))

Tax Map: _____, Parcel No.: _____

llm:djb
xtelr\158re\corre easement

EXHIBIT A

Thirteen parcels of land and a wildlife corridor lying in the First Civil District of Loudon County and Second Civil District of Monroe County, State of Tennessee, being opposite Little Tennessee River mile 14L of the Tennessee River as shown on US-TVA Drawing No. 65 MS 421 K 520-94D R.4 and being more particularly described as follows:

Parcel A

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence N62°54'54"E, 5,182.65 feet to an aluminum monument (set) in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, being corner No. 158RE-101 and the Point Of Beginning:

Thence leaving the point of beginning and with the meanders of the 820-foot msl contour line and said reservation boundary line in a northwesterly direction 610 feet, more or less, forming a chord of N 40°09'29"W, 579.22 feet to an aluminum monument (set) on the southern line of a wildlife corridor, being corner No. 158RE-7; thence leaving the 820-foot msl contour line and said reservation boundary line and with the north line of the herein described parcel and the south line of said wildlife corridor S 89°15'11"E, 82.08 feet to a point on the 813-foot msl contour line, being corner No. 158RE-7A; thence leaving said north line and said south line of the wildlife corridor and with the meanders of the 813-foot msl contour line in a southeasterly direction 580 feet, more or less, forming a chord of S35°18'10"E, 542.59 feet to a point, being corner No. 158RE-101A; thence leaving the 813-foot msl contour line and with the south line of the herein described parcel N86°53'26"W, 22.12 feet to the point of beginning and containing 0.61 acre, more or less.

Parcel A-2

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence S86°06'58"E, 3,130.39 feet to an aluminum monument (set) in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, being corner No. 158RE-A-2A and the Point Of Beginning:

Thence leaving the point of beginning and with the meanders of the 820-foot msl contour line and said reservation boundary line in a northeasterly direction 60 feet, more or less, forming a chord of N86°46'56"E, 55.41 feet to an aluminum monument (set), being corner No. 158RE-A-2B; thence leaving said 820-foot msl contour line and said reservation boundary line with the northeastern line of the herein described parcel S28°50'36"E, 179.90 feet to an aluminum monument (set) on the 820-foot msl contour line and said reservation boundary line, being corner No. 158RE-A-2C; thence leaving said northeastern line and with the meanders of said 820-foot msl contour line and said reservation boundary line in a southwesterly direction 50 feet, more or less, forming a chord of S68°51'44"W, 50.50 feet to an aluminum monument (set), being corner No. 158RE-A-2D; thence leaving said 820-foot msl contour line and said reservation boundary line and with the southwestern line of the herein described parcel N28°50'36"W, 197.09 feet to the point of beginning and containing 0.22 acre, more or less.

Parcel B-1

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence N53°40'03"E, 11,224.58 feet to an aluminum monument (set) in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, being corner No. 158RE-104 and the Point Of Beginning:

EXHIBIT A CONTINUED

Thence leaving the point of beginning and with the meanders of said 820-foot msl contour line and said reservation boundary line in a northerly direction 130 feet, more or less, forming a chord of $N03^{\circ}17'13''W$, 114.07 feet to an aluminum monument (set), being corner No. 158RE-104C; thence leaving the meanders of said 820-foot msl contour line and said reservation boundary line and with the northern line of the herein described parcel $S80^{\circ}00'11''E$, 101.33 feet to a point on the 813-foot msl contour line, being corner No. 158RE-104D; thence and with the meanders of said 813-foot msl contour line in a southerly direction 130 feet, more or less, forming a chord of $S10^{\circ}07'37''W$, 108.97 feet to a point, being corner No. 158RE-104A; thence continuing with the meanders of said 813-foot msl contour line in a southwesterly direction 3,690 feet, more or less, forming a chord of $S42^{\circ}35'07''W$, 2,681.77 feet to a point, being corner No. 158RE-103I; thence leaving the meanders of said 813-foot msl contour line and with the southern line of the herein described parcel $N88^{\circ}55'21''W$, 15.95 feet to an aluminum monument (set) in the aforementioned reservation boundary line and on the 820-foot msl contour line, being corner No. 158RE-103H; thence leaving said southern line and with the meanders of said 820-foot msl contour line and said reservation boundary line in a northerly direction 3,970 feet, more or less, forming a chord of $N41^{\circ}30'14''E$, 2,650.76 feet to the point of beginning and containing 3.73 acres, more or less.

Parcel B-2

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence $N53^{\circ}21'09''E$, 4,952.13 feet, to an aluminum monument (set) in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, being corner No. 158RE-6 and the Point of Beginning:

Thence leaving the point of beginning and with the meanders of said 820-foot msl contour line and said reservation boundary line in a northeasterly direction 3,770 feet, more or less, forming a chord of $N63^{\circ}55'25''E$, 3,358.28 feet to an angle iron (set), being corner No. 158RE-103G; thence leaving the meanders of said 820-foot mean sea level contour line and said reservation boundary line and with the northern line of the herein described parcel $S40^{\circ}48'42''W$, 5.62 feet to a point on the 813-foot msl contour line, being corner No. 158RE-103J; thence leaving said northern line and with the meanders of said 813-foot contour line in a southwesterly direction 3,780 feet, more or less, forming a chord of $S63^{\circ}00'55''W$, 3,247.29 feet to a point, being corner No. 158RE-6A; thence leaving the meanders of said 813-foot msl contour line and with the southern line of the herein described parcel $N89^{\circ}15'49''W$, 119.03 feet to the point of beginning and containing 3.95 acres, more or less.

Parcel C

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence $N44^{\circ}26'38''E$, 12,668.41 feet to an aluminum monument (set) in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, being corner No. 158RE-105 and the Point of Beginning:

Thence leaving the point of beginning and with the meanders of said 820-foot msl contour line and said reservation boundary line in a northwesterly direction 190 feet, more or less, forming a chord of $N36^{\circ}40'45''W$, 184.55 feet to an aluminum monument (set), being corner No. 158RE-106; thence leaving the 820-foot msl contour line and said reservation boundary line and with the northwestern line of the herein described parcel $N33^{\circ}12'58''E$, 39.23 feet to a point on the 813-foot msl contour line, being corner No. 158RE-106A; thence leaving said north western line and with the meanders of said 813-foot msl contour line in a southeasterly direction 220 feet, more or less, forming a chord of $S40^{\circ}24'39''E$, 212.55 feet to a point, being corner No. 158RE-105A; thence leaving said 813-foot msl contour line and with the

EXHIBIT A CONTINUED

southeastern line of the herein described parcel S68°49'55"W, 52.59 feet to the point of beginning and containing 0.18 acre, more or less.

PARCEL C-2

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence N46°03'55"E, 12,503.64 feet to an aluminum monument (set) in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, being corner No. 158RE-116A and the Point of Beginning:

Thence leaving the point of beginning and said 820-foot msl contour line and with northern line of the herein described parcel S73°22'45"E, 39.16 feet to a point on the 813-foot msl contour line, being corner No. 158RE-116B; thence leaving said northern line and with the meanders said 813-foot msl contour line 80 feet, more or less, forming a chord of S16°21'32"W, 75.77 feet to a point, being corner No. 158RE-116C; thence leaving the meanders of said 813-foot msl contour line and with the southern line of the herein described parcel N72°38'39"W, 38.12 feet to an aluminum monument (set) in the aforementioned reservation boundary line and on the 820-foot msl contour line, being corner No. 158RE-116D; thence leaving said southern line and with the meanders of said 820-foot msl contour line 80 feet, more or less, forming a chord of N15°33'46"E, 75.29 feet to the point of beginning and containing 0.06 acre, more or less.

Parcel C-3

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence N48°49'32"E, 11,783.66 feet to an aluminum monument (set) in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, being corner No. 158RE-117A and the Point of Beginning:

Thence leaving the point of beginning and said 820-foot msl contour line and with western line of the herein described parcel N27°22'20"E, 81.28 feet to a point on the 813-foot msl contour line, being corner No. 158RE-117B; thence leaving said western line and with the meanders said 813-foot msl contour line in an easterly direction 80 feet, more or less, forming a chord of S63°20'50"E, 73.10 feet to a point, being corner No. 158RE-117C; thence leaving the meanders of said 813-foot msl contour line and with the eastern line of the herein described parcel S26°36'23"W, 86.95 feet to an aluminum monument (set) in the aforementioned reservation boundary line and on the 820-foot msl contour line, being corner No. 158RE-117D; thence leaving said eastern line and with the meanders of said 820-foot msl contour line in a westerly direction 70 feet, more or less, forming a chord of N58°58'27"W, 74.40 feet to the point of beginning and containing 0.14 acre, more or less.

Parcel D

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence N42°14'57"E, 12,964.25 feet to an aluminum monument (set) in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, being corner No. 158RE-107 and the Point Of Beginning:

Thence leaving the point of beginning and with the meanders of said 820-foot msl contour line in a northwesterly, southwesterly, and sequentially southeastern direction 5,830 feet, more or less, forming a chord of N46°49'22"W, 1,590.95 feet to an aluminum monument (set), being corner No. 158RE-108;

EXHIBIT A CONTINUED

thence continuing with the meanders of said 820-foot msl contour line in a southeasterly direction 210 feet, more or less, forming a chord of S43°25'56"E, 201.85 feet to an aluminum monument (set), being corner No. 158RE-108C; thence leaving the meanders of said 820-foot msl contour line and with the southeastern line of the herein described parcel N86°57'10"W, 100.45 feet to a point on said 813-foot msl contour line, being corner No. 158RE-108D; thence leaving said southeastern line and with the meanders of said 813-foot msl contour line in a northwesterly direction 130 feet, more or less, forming a chord of and the N31°16'53"W, 126.24 feet to a point, being corner No. 158RE-108A; thence continuing with the meanders of said 813-foot msl contour line in a northwesterly, northeasterly, and sequentially southeastern direction 6,680 feet, more or less, forming a chord of S52°25'17"E, 1,672.67 feet to a point, being corner No. 158RE-107A; thence continuing with the meanders of said 813-foot msl contour line in a southeasterly direction 80 feet, more or less, forming a chord of S38°36'46"E, 74.37 feet to a point, being corner No. 158RE-107C; thence leaving the meanders of said 813-foot msl contour line and with the eastern line of the herein described parcel S46°00'53"W, 98.23 feet to an aluminum monument (set) in the aforementioned reservation boundary line and on the 820-foot msl contour line, being corner No. 158RE-107B; thence leaving said eastern line and with the meanders of said 820-foot msl contour line in a westerly direction 150 feet, more or less, forming a chord of N51°22'33"W, 146.01 feet to the point of beginning and containing 8.43 acres, more or less.

Parcel E

Commencing at a point Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence N36°44'07"E, 12,940.60 feet to an aluminum monument (set), in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, being corner No. 158RE-109 and the Point Of Beginning:

Thence leaving the point of beginning and with the meanders of said 820-foot msl contour line and said reservation boundary line in a southeasterly, southwesterly and sequentially northeasterly direction 2,530 feet, more or less, forming a chord of S45°11'33"W, 1,245.34 feet to an aluminum monument (set), being corner No. 158RE-110B; thence leaving the meanders of said 820-foot msl contour line and with the northeastern line of the herein described parcel S26°08'59"E, 40.09 feet to a point on the 813-foot msl contour line, being corner No. 158RE-110C; thence leaving said northeastern line and with the meanders of said 813-foot msl contour line in a southwesterly, northeasterly, and sequentially northwesterly direction 2,430 feet, more or less, forming a chord of N41°54'56"E, 1,198.39 feet to a point, being corner No. 158RE-109A; thence leaving the meanders of said 813-foot msl contour line and with the northwestern line of the herein described parcel N71°29'57"E, 68.86 feet to the point of beginning and containing 1.81 acres, more or less.

Parcel E-2

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence N36°10'38"E, 11,830.07 feet to an aluminum monument (set) in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, being corner No. 158RE-110D and the Point Of Beginning:

Thence leaving the point of beginning and with the meanders of said 820-foot msl contour line and said reservation boundary line in a northeasterly direction 50 feet, more or less, forming a chord of N73°50'14"E, 50.33 feet to an aluminum monument (set), being corner No. 158RE-110E; thence leaving the meanders of said 820-foot msl contour line and said reservation boundary line and with the northeastern line of the herein described parcel S24°35'14"E, 47.68 feet to a point on the 813-foot msl contour line, being corner No. 158RE-110F; thence leaving said northeastern line and with the meanders

EXHIBIT A CONTINUED

of said 813-foot msl contour line in a southwesterly direction 50 feet, more or less, forming a chord of $S77^{\circ}39'46''W$, 49.66 feet to a point, being corner No. 158RE-110G; thence leaving the meanders of said 813-foot msl contour line and with the southwestern line of the herein described parcel $N26^{\circ}12'30''W$, 44.54 feet to the point of beginning and containing 0.06 acre, more or less.

Parcel F

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence $N39^{\circ}16'01''E$, 11,799.63 feet to an aluminum monument (set), being corner No. 158RE-111 and stamped "PT 11", in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, and the Point of Beginning:

Thence leaving the point of beginning and with the meanders of the 820-foot msl contour line and said reservation boundary line in a southwesterly and sequentially northeasterly direction 5,910 feet, more or less, forming a chord of $S34^{\circ}57'46''W$, 2,551.75 feet, to an aluminum monument (set), being corner No. 158RE-112; thence leaving the 820-foot msl contour line and said reservation boundary line and with the southeastern line of the herein described parcel $S00^{\circ}45'44''E$, 76.67 feet to a point on the 813-foot msl contour line, being corner No. 158RE-112A; thence leaving said southeastern line and with the meanders of the 813-foot msl contour line in a southwesterly, westerly, and sequentially northeasterly direction 5,520 feet, more or less, forming a chord of $N31^{\circ}38'27''E$, 2,588.05 feet to a point, being corner No. 158RE-111A; thence leaving the meanders of said 813-foot msl contour line and with the northern line of the herein described parcel $S71^{\circ}06'06''E$, 109.48 feet to the point of beginning and containing 7.24 acres, more or less.

Parcel G

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence $N41^{\circ}47'15''E$, 9,238.05 feet to an aluminum monument (set) in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, being corner No. 158RE-113 and the Point Of Beginning:

Thence leaving the point of beginning and with the meanders of the 820-foot msl contour line and said reservation boundary line in a southwesterly direction 770 feet, more or less, forming a chord of $S44^{\circ}10'08''W$, 677.23 feet to an aluminum monument (set), being corner No. 158RE-114; thence leaving the meanders of said 820-foot msl contour line and said reservation boundary line and with the southeastern line of the herein described parcel $S70^{\circ}12'15''W$, 112.65 feet to a point on the 813-foot msl contour line, being corner No. 158RE-114A; thence leaving said southeastern line and with the meanders of said 813-foot msl contour line in a northeasterly direction 780 feet, more or less, forming a chord of $N43^{\circ}54'35''E$, 726.17 feet to a point, being corner No. 158RE-113A; thence leaving the meanders of said 813-foot msl contour line and with the northwestern line of the herein described parcel $N89^{\circ}24'49''E$, 74.25 feet to the point of beginning and containing 1.03 acres, more or less.

Parcel H

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence $N43^{\circ}28'48''E$, 7,647.41 feet to an aluminum monument (set) in the US-TVA Tellico Reservation boundary line and on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line, being corner No. 158RE-115 and the Point Of Beginning:

EXHIBIT A CONTINUED

Thence leaving the point of beginning and with the meanders of the 820-foot msl contour line and said reservation boundary line in a southwesterly direction 3,590 feet, more or less, forming a chord of S39°03'05"W, 3,092.75 feet to a point, being corner No. 158RE-4; thence leaving the meanders of said 820-foot msl contour line and said reservation boundary line and with the eastern line of the herein described parcel S30°02'00"E, 45.09 feet to a point, being corner No. 158RE-3; thence leaving said eastern line and with the meanders of said 820-foot msl contour and said reservation boundary line in a southerly direction 40 feet, more or less, forming a chord of S02°17'47"E, 43.42 feet to an iron pin (found) on said 820-foot msl contour line, being corner No. 158RE-2; thence continuing with said 820-foot msl contour line and said reservation boundary line in a southwesterly direction 6,170 feet, more or less, forming a chord of S58°47'54"W, 4,867.81 feet to an aluminum monument (set), being corner No. 17-72C; thence leaving said 820-foot msl contour line and said reservation boundary line with the southern line of the herein described parcel N72°07'12"W, 43.09 feet to a point on the 813-foot msl contour line, being corner No. 17-72D; thence leaving said southern line and with the meanders of said 813-foot msl contour line in a northeasterly direction 9,980 feet, more or less, forming a chord of N50°22'54"E, 7,959.17 feet to a point, being corner No. 158RE-115A; thence continuing with meanders of said 813-foot msl contour line in a northeasterly direction 100 feet, more or less, forming a chord of N75°51'33"E, 97.01 feet to a point, being corner No. 158RE-115C; thence leaving the meanders of said 813-foot msl contour line and with the northern line of the herein described parcel S52°11'41"E, 80.85 feet to an aluminum monument (set) on the 820-foot msl contour line and said reservation boundary line, being corner No. 158RE-115D; thence leaving said northern line and with the meanders of said 820-foot msl contour line and said reservation boundary line in a southwesterly direction 220 feet, more or less, forming a chord of S70°29'50"W, 169.87 feet to the point of beginning and containing 11.56 acres, more or less.

Wildlife Corridor

Commencing at an angle iron (found) (Coordinates: N. 453,059.2, E. 2,514,441.0) in the former US-TVA Tellico Reservation boundary line, being corner No. 17-75; thence N47°48'55"E, 4,450.32 feet to an aluminum monument (set), being corner No. 158RE-1 and the Point Of Beginning:

Thence leaving the point of beginning and with the west line of the herein described parcel N27°52'33"E, 86.41 feet to iron pin (found) on the 820-foot mean sea level contour line, hereinafter referred to as msl contour line and in the reservation boundary line, being corner No. 158RE-2; thence continuing with the west line of the herein described parcel and with the meanders of the 820-foot msl contour line and said reservation boundary line in a sequentially easterly and westerly direction 220.4 feet, more or less, forming a chord of N02°17'47"W, 43.42 feet to a point, crossing the line between Monroe and Loudon Counties, being corner No. 158RE-3; thence continuing with the west line, the meanders of the 820-foot msl contour line, and said reservation boundary line forming a chord of N30°02'00"W, 45.09 feet to stake (found), being corner No. 158RE-4; thence leaving the west line, the 820-foot msl contour line, and said reservation boundary line and with the north line of the herein described parcel S64°11'04"E, 431.57 feet to a nail (found) on the aforementioned county line, being corner No. 158RE-5; thence leaving said county line and continuing with said north line S89°15'32"E, 271.02 feet to an aluminum monument (set) on the 820-foot msl contour line in said reservation boundary line, being corner No. 158RE-6; thence leaving the 820-foot msl contour line and said reservation boundary line and continuing with the north line of the herein described parcel S89°15'49"E, 119.03 feet to a nail on the 813-foot msl contour line, being corner No. 158RE-6A; thence leaving the north line and with the meanders of the 813-foot msl contour line in a southerly direction 332.5 feet to a point, being corner No. 158RE-7A; thence leaving the 813-foot msl contour line and with the south line of the herein described parcel N 89°15'11"W, 82.08 feet to an aluminum monument (set), being corner No. 158RE-7; thence N 89°15'32"W, 573.87 feet to a nail (set), being corner No. 158RE-8; thence continuing with the south line N64°11'04"W, 410.25 feet to the point of beginning and containing 2.91 acres, more or less.

Total acreage, including the Wildlife Corridor, is 41.93 acres, more or less.

EXHIBIT A CONTINUED

Positions of corners and directions of lines are referred to the Tennessee State Coordinate System and NAD 27 Horizontal Datum. The elevations for establishing the contours are based on NGVD 1929.

Located on VTM Quads VONORE, TENN. 139-SW, LOUDON, TENN. 131-NE, MEADOW, TENN. 139-NW, and MADISONVILLE, TENN. 131-SE.

This description prepared from Reservation Maps 65 MS 421 K 511-C-9, 10, 12, 17, and 50, Land Sale Map 65 MS 422 K 511 R.2, highway right-of-way maps 65 HR 5 2120E14, 15, and 16, office computations, and surveys dated March 17, 1997 through June 12, 1999 by:

A. J. Monsees, RLS
Tennessee Valley Authority
Haney Building 2A
1101 Market Street
Chattanooga, TN 37402-2801
TN License No. 1843

The above-described property was acquired by the United States of America by virtue of a deed dated October 8, 1969, executed by Howard Bivens, et al., of record in Deed Book 110, page 744, and deed dated October 13, 1969, executed by Jeanette Bivens Atley, of record in Deed Book 110, page 740 (TVA Tract No. TELR-1703); by virtue of a deed dated August 21, 1968, executed by Bert Rogers and Annie Rogers, of record in Deed Book 106, page 364 (TVA Tract No. TELR-1704); by virtue of four deeds dated December 30, 1968, and February 14, 24 (2), 1969, executed by Cyril J. Payne, et al., of record in Deed Book 108, pages 342, 326, 337, and 331, respectively, and deed dated July 5, 1968, executed by Cyril J. Payne and wife, Marie Payne, of record in Deed Book 106, page 60 (TVA Tract No. TELR-1706); by virtue of a deed dated September 19, 1968, executed by C. F. Tallent and wife, Johnnie Sue Tallent, of record in Deed Book 106, page 518 (TVA Tract No. TELR-5006); and by virtue of a deed dated August 6, 1968, executed by June Rose J. Porter and husband, Clifford Porter, of record in Deed Book 106, page 253 (TVA Tract No. TELR-5007); all in the office of the Register of Monroe County, Tennessee; by virtue of a deed dated April 30, 1970, executed by J. C. Hitch and wife, Hazel Hitch, of record in Deed Book 97, page 489, (TVA Tract No. TELR-905); by virtue of a deed dated September 16, 1970, executed by J. D. Lee and wife, Sarah S. Lee, of record in Deed Book 99, page 491 (TVA Tract No. TELR-1001); by virtue of a deed dated July 31, 1968, executed by Lee Chambers and wife, Alice Chambers, of record in Deed Book 89, page 375 (TVA Tract No. TELR-5014); by virtue of a deed dated October 10, 1968, executed by Gordon S. Harris, of record in Deed Book 90, page 438 (TVA Tract No. TELR-5016); by virtue of a deed dated July 3, 1968, executed by Jack H. Rucker and wife, Peggy C. Rucker, of record in Deed Book 89, page 87 (TVA Tract No. TELR-5018); and by virtue of a deed dated July 25, 1969, executed by Clyde Porter and wife, Lillie Mae Porter, of record in Deed Book 94, page 274 (TVA Tract No. TELR-5020); all in the office of the Register of Loudon County, Tennessee; by virtue of a deed dated November 18, 1968, executed by Margaret Ellen J. Sheets and husband, Melvin Sheets, of record in Deed Book 107, page 233, in the office of the office of the Register of Monroe County, Tennessee, and of record in Deed Book 91, page 185, in the office of the Register of Loudon County, Tennessee (TVA Tract No. TELR-5008); by virtue of a deed dated September 19, 1968, executed by C. F. Tallent and wife Johnnie Sue Tallent, of record in Deed Book 106, page 518, in the office of the Register of Monroe County, Tennessee, and of

EXHIBIT A CONTINUED

record in Deed Book 90, page 324, in the office of the Register of Loudon County, Tennessee (TVA Tract No. TELR-5015); and by virtue of a deed dated July 26, 1968, executed by Harvey M. Gray and wife, Eva J. Gray, of record in Deed Book 106, page 182, in the office of the Register of Monroe County, Tennessee, and of record in Deed Book 89, page 346, in the office of the Register of Loudon County, Tennessee (TVA Tract No. TELR-5017).

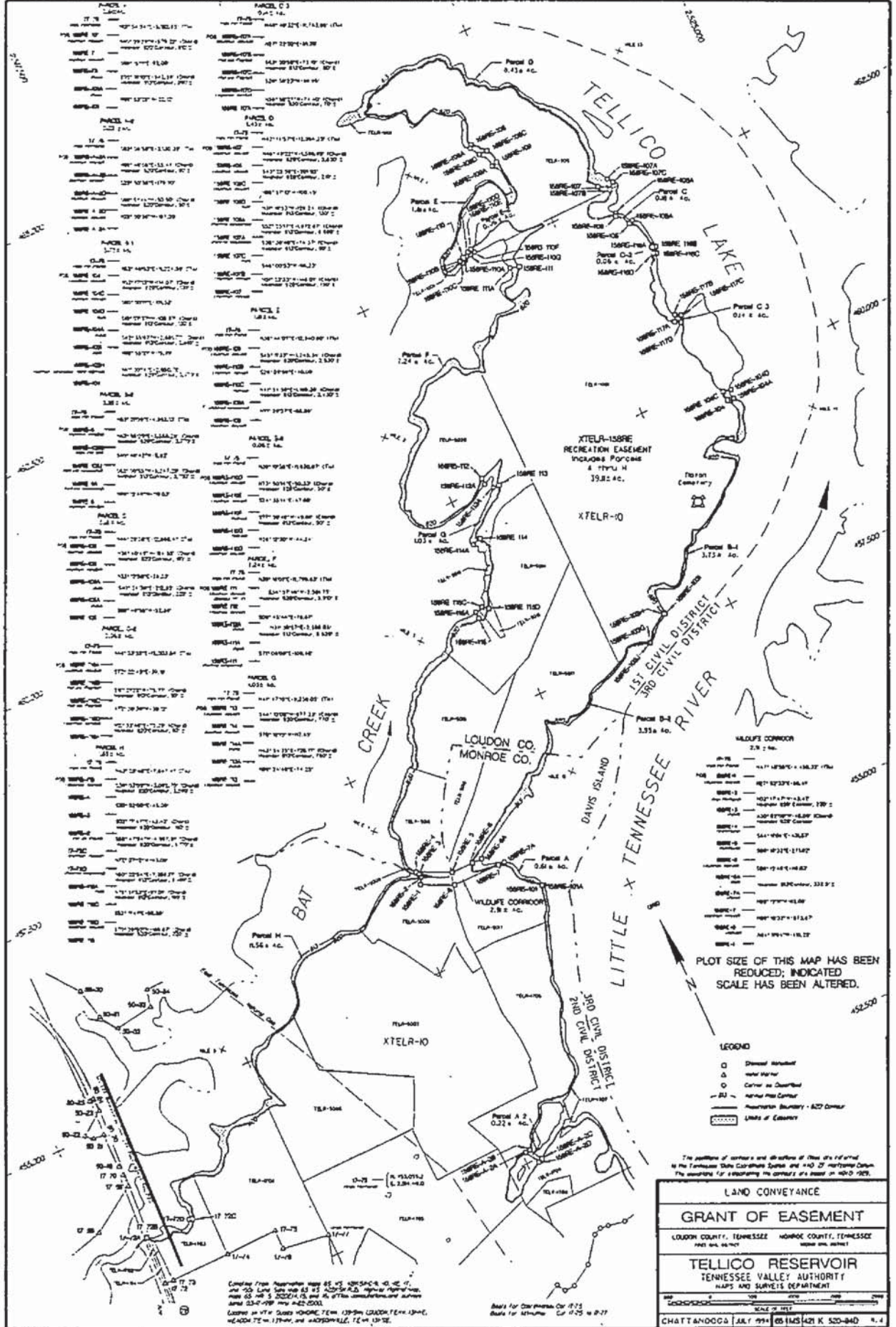
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EXHIBIT B

UNITS
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 2 1/2
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 4 1/2
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 5 1/2
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 9 1/2
 10

Parcel No.	Area (Ac.)	Owner	Acres
1	0.12
2	0.12
3	0.12
4	0.12
5	0.12
6	0.12
7	0.12
8	0.12
9	0.12
10	0.12



LAND CONVEYANCE
GRANT OF EASEMENT
 LOUDON COUNTY, TENNESSEE MONROE COUNTY, TENNESSEE
TELlico RESERVOIR
 TENNESSEE VALLEY AUTHORITY
 MAPS AND SURVEY DEPARTMENT

CHATTANOOGA, TENN. 651MS 421 K 520-840

Compiled from Aerial Photographs 85 475 1085A-C-10, 10, 11, and 12. Contour Lines are 10' and 20' intervals. All bearings and distances are true. All bearings are magnetic bearings. All distances are in feet. All bearings and distances are true. All bearings are magnetic bearings. All distances are in feet. All bearings and distances are true. All bearings are magnetic bearings. All distances are in feet.