

**REAL ESTATE EXCHANGE AGREEMENT  
DISCLOSURE SCHEDULE**

This disclosure schedule is entered into between **THE CITY OF RAPID CITY**, a municipal corporation, of 300 Sixth Street, Rapid City, South Dakota 57701 (hereafter called "City"), and **MONTANA-DAKOTA UTILITIES CO.**, a Division of MDU Resources Group, Inc., 400 N. Fourth St., Bismarck, North Dakota 58501 (hereafter called "MDU"), as part of the Real Estate Exchange Agreement dated the \_\_\_\_ day of October 2000.

As required by the Real Estate Exchange Agreement, the parties hereby disclose and assert the following facts regarding the properties that are being exchanged pursuant to the agreement:

Disclosures by City:

To the best of the City's knowledge and information, the City is not aware of any uses of the property, as described in paragraph 3 of the Real Estate Exchange Agreement, for any purposes that might have resulted in the release of a hazardous substance on or within such property.

Disclosures by MDU:

1. In August 2000, the South Dakota Department of Environment and Natural Resources ("DENR") approved MDU's Remediation Work Plan Removal Action, wherein MDU will be responsible for removal of certain "coal-tar" that is located on the following property owned by MDU:

Lots One (1) to Thirty (30), inclusive, in Block Seventeen (17), of  
the Brennan & Sweeney's Addition to the City of Rapid City,  
Pennington County, South Dakota.

As part of an environmental assessment approved by the DENR, MDU sampled the soil and groundwater on and beneath the above-described property, including the property's boundaries. The sampling process has indicated that no "coal-tar" contaminants or its constituents have migrated onto any property subject to the Real Estate Exchange Agreement.

MDU has conducted an investigation of the "coal-tar" release on MDU's property, which investigation was reviewed by the DENR prior to approving MDU's remediation plan.

2. MDU has examined historic documents that describe the uses of the properties subject to the Real Estate Exchange Agreement. Those documents provide that there were no documented uses of the property subject to the Real Estate Exchange Agreement that were used for any purposes that might have resulted in a release of a Hazardous Substance on or within the property.

Dated this the \_\_\_\_ day of October 2000.

**THE CITY OF RAPID CITY,**  
a municipal corporation

**MONTANA-DAKOTA UTILITIES CO.**  
a Division of MDU Resources Group,  
Inc.

By \_\_\_\_\_  
Jim Shaw, Mayor

By \_\_\_\_\_  
Its: \_\_\_\_\_