

Exhibit "C"

LEGAL DESCRIPTION OF PERMANENT EASEMENT:

Together with and Subject to a non-exclusive easement in perpetuity for the construction and maintenance of drainage structures and slopes related to the diversion of Portage Creek over, under, across and upon that portion of the North 10 feet of the South 100 feet of the Southwest quarter of the Southwest quarter of said Section 11 lying Easterly of Northern Pacific Railway Company (B.N.R.R.) 100 foot right-of-way for its Sumas Branch, EXCEPT any portion thereof lying East of the following described line:

Commencing at the Southeast corner of said Southwest quarter of the Southwest quarter; thence S 89° 06' 06" W along the South line thereof a distance of 423.40 feet to The True Point of Beginning of the herein described line; thence N 27° 25' 17" W a distance of 111.76 feet to the North line of the South 100 feet of said Southwest quarter of the Southwest quarter and the terminus of said line.

Together with and Subject to easements, conditions, covenants, reservations and restrictions of record.

Situate in the City of Arlington, County of Snohomish, State of Washington.