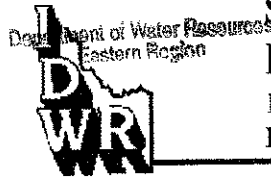


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State of Idaho

DEPARTMENT OF WATER RESOURCES

15 W. Center St. Soda Springs, Idaho 83276

Phone: (208) 547-3993 FAX: (208) 547-3939 www.idwr.idaho.gov

JAMES E. RISCH
Governor

KARL J. DREHER
Director

November 15, 2006

VIC CONRAD
JR SIMPLOT CO
PO BOX 27
BOISE, ID USA 83707

REF: SNAKE RIVER BASIN ADJUDICATION (SRBA) CLAIMS 24-4015, 24-4016 AND
24-4017

Subject: BASIN 24 DIRECTOR'S REPORT

Dear Vic,

I've enclosed copies of the recommendations and layouts for your claims to water in the SRBA on the above referenced rights. Since Mr. Hartman's transfers to construct ponds on the property were approved by the Department in 1997 the SRBA recommendations had to mirror the transfers. Your company will have to file transfers after the objection period is over which will be 60 days to fix what Mr. Hartman actually did on the ground so that the water rights match what is actually occurring.

On the right for Sage Creek you will see that it doesn't include the property north of the road. During my field exam of the property it was determined that the land above the road was irrigated from again another pond created by Mr. Hartman. This pond has no water right so you will also need to take care of this with either a transfer or possibly a new application for permit since it wasn't developed until the 90's.

I have also included a copy of the GPS information on the spring used in the homes. I believe the water right is 24-10013. You have two options on this. You can ask the court to set aside the partial decree to fix the legal description or file a transfer to fix it. If you choose to file a transfer you can also fix the ownership information as well. The other two rights 24-10011 and 24-10012 will still need to have ownership changes done on them.

If you have any questions please don't hesitate to give me a call at 547-3993 or you can contact Lyle at 525-7161 to inquire about the changes in your water rights.

Respectfully,

Cindy E. Bird
Adjudication Bureau

Enclosure(s): Preliminary Director's Reports and layouts on 24-4015, 4016 and 4017.
GPS information on 24-10013

CC: ~~Lyle Swank, Eastern Regional Manager~~ (no attachments)