

IN THE DISTRICT COURT OF THE FIFTH JUDICIAL DISTRICT OF THE STATE OF IDAHO,
IN AND FOR THE COUNTY OF TWIN FALLS

IN RE THE GENERAL ADJUDICATION
OF RIGHTS TO THE USE OF WATER FROM
THE SNAKE RIVER BASIN WATER SYSTEM

CIVIL CASE NUMBER: 39576

Ident. Number 37-666J
Date Received: 10/27/1988
Receipt No: C003378
Received By: '

**NOTICE OF CLAIM TO A WATER RIGHT
ACQUIRED UNDER STATE LAW**

1. Name of Claimant(s)

REDSTONE PARTNERS LP Phone: (208) 726-5191

1188 EAGLE VISTA CT
RENO NV USA 89511

2. Date of Priority: 06/12/1886

3. Source: BIG WOOD RIVER Trib. to: MALAD RIVER

4. Point of Diversion:

Township	Range	Section	1/4 of 1/4 of 1/4 Lot	County	Type
02N	18E	36	SW NW	BLAINE	

5. Description of diverting works:

HEADGATE # 45 & DISTRICT 45 CANAL 3 CONCRETE SUMPS, SPRINKLERS

6. Water is used for the following purposes:

Purpose	From	To	C.F.S.	(or) A.F.A
IRRIGATION	4/01	11/01	1.1	

7. Total Quantity Appropriated is:
1.1 C.F.S.

8. Total consumptive use:

9. Non-irrigation uses:

10. Place of use:

Township	Range	Section	1/4 of 1/4 Lot	Use	Acres
01N	19E	17	NW SE	IRRIGATION	40
			SW SE	IRRIGATION	40
			SE SE	IRRIGATION	27

			SW	NE	IRRIGATION	38
			SW	NW	IRRIGATION	35
			SE	NW	IRRIGATION	40
			NE	SW	IRRIGATION	39
			NW	SW	IRRIGATION	35
			SW	SW	IRRIGATION	40
			SE	SW	IRRIGATION	35
			NE	SE	IRRIGATION	14
					Section Acres	383
01N	19E	20	NE	NE	IRRIGATION	40
			NW	NE	IRRIGATION	37
			SW	NE	IRRIGATION	22
			SE	NE	IRRIGATION	40
			NE	NW	IRRIGATION	38
			NW	NW	IRRIGATION	40
			NE	SE	IRRIGATION	34
			NW	SE	IRRIGATION	1
			SE	SE	IRRIGATION	12
					Section Acres	264
01N	19E	21	NW	NW	IRRIGATION	13
			SW	NW	IRRIGATION	15
			NE	SW	IRRIGATION	33
			NW	SW	IRRIGATION	29
			SW	SW	IRRIGATION	39
			SE	SW	IRRIGATION	38
					Section Acres	167
01N	19E	27	NE	NE	IRRIGATION	11
			NW	NE	IRRIGATION	2
			SW	NE	IRRIGATION	36
			SE	NE	IRRIGATION	14
			SW	NW	IRRIGATION	5
			SE	NW	IRRIGATION	23
			NE	SW	IRRIGATION	40
			NW	SW	IRRIGATION	40
			SW	SW	IRRIGATION	40
			SE	SW	IRRIGATION	36
			NE	SE	IRRIGATION	13
			NW	SE	IRRIGATION	37
			SW	SE	IRRIGATION	8
					Section Acres	305
01N	19E	28	SW	NE	IRRIGATION	36
			SE	NE	IRRIGATION	3
			NE	NW	IRRIGATION	40
			NW	NW	IRRIGATION	29
			SW	NW	IRRIGATION	6
			SE	NW	IRRIGATION	37
			NE	SW	IRRIGATION	20
			SE	SW	IRRIGATION	2
			NE	SE	IRRIGATION	40
			NW	SE	IRRIGATION	40
			SW	SE	IRRIGATION	34
			SE	SE	IRRIGATION	40
					Section Acres	327
01N	19E	33	NE	NE	IRRIGATION	40

			NW	NE	IRRIGATION	14
			SE	NE	IRRIGATION	27
					Section Acres	81
01N	19E	34	NE	NW	IRRIGATION	1
			NW	NW	IRRIGATION	31
			SW	NW	IRRIGATION	13
					Section Acres	45
					Total Acres	1572

11. Place of use in counties: BLAINE

12. Do you own the property listed above as place of use? No

13. Other Water Rights Used:

14. Remarks:

15. Basis of Claim: Decreed

RECEIVED

NOV 11 2006

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES
NOTICE OF CHANGE IN WATER RIGHT OWNERSHIP

DEPT. OF WATER RESOURCES
SOUTHERN REGION

Please print or type. Attach pages with additional information. Instructions are included at the end of this form.
 Incomplete forms will be returned.

1. Please list the water right number(s) and/or adjudication claim number(s) (if any) for each water right to be changed. List just the adjudication claim number if there is no corresponding water right record on file with the department. Indicate, by checking in the space provided, if the change in ownership is limited to a portion of water right in which case division of the existing water right or adjudication claim record will be required.

Water Right No(s).	Adjudication Claim No(s).	Split	Water Right No(s).	Adjudication Claim No(s).	Split
	37-666J				

2. The following **REQUIRED** information must be submitted with this form:

- A. The appropriate **FILING FEE**. See Instructions for fee amounts.
- B. A copy of the most recent **DEED, TITLE POLICY, CONTRACT OF SALE** or other legal document indicating your ownership of the property and water right(s) or claim(s) in question, **WITH ATTACHED LEGAL DESCRIPTION**.
- C. Either of the following (if necessary to clarify division of water rights or other complex property descriptions): **PLAT OF PROPERTY** or **SURVEY MAP** clearly showing the location of the point(s) of diversion and place of use of your water right(s) and/or adjudication claim(s) (these are usually attached to your deed or on file with the county).

OR

If your water right(s) and/or adjudication claim(s) are for ten or more acres of irrigation, you must submit USDA Farm Service Agency **AERIAL PHOTO** with the irrigated acres outlined and point(s) of diversion clearly marked. The **AERIAL PHOTO** should be submitted in place of the **PLAT OF PROPERTY** or **SURVEY MAP**.

3. Name and Address of Former Owner/Claimant(s) NMS Leasing, Inc.
P.O. Box 460, Hailey, ID 83333
4. New Owner/Claimant(s) Redstone Partners, L.P.
Name Connector (Check one): [] and, [] or [] and/or
- New Mailing Address 1188 Eagle Vista Ct.
- City, State and Zip Code Reno, Nevada 89511
- New Telephone Number (208) 726-5191
5. Date you acquired the property July 28, 2004

ORIGINAL IN RED

6. **IF THE CHANGE IN OWNERSHIP AFFECTS THE ENTIRE WATER RIGHTS FOR EACH WATER RIGHT OR ADJUDICATION CLAIM NUMBER LISTED IN ITEM 1, THEN SKIP THIS ITEM AND GO TO ITEM 7.**

If the change of ownership divides the water right(s) among multiple owners, you must describe, in detail, your portion of each water right after the change. Fill in the appropriate spaces in the box(es) below to describe your water right(s) after the change (one water right per box, you may copy this page as necessary). If your quantity of water is greater than a proportionate split, you must attach documentation to show justification for a larger amount. If you are not sure how to identify your portion of the original water right or adjudication claim records, please contact the nearest IDWR office for assistance.

DESCRIPTION OF YOUR PORTION OF WATER RIGHT (If the right(s) will not be split, skip this area and proceed to item 7)		
Water Right and/or Adjudication Claim Number _____		
Water Use	Diversion Rate or Volume (Cubic feet per second or acre-feet per annum)	Description (acres, number and type of stock, homes, etc.)
Irrigation	_____	_____
Stock	_____	_____
Domestic	_____	_____
Other _____	_____	_____
Total	_____	_____

DESCRIPTION OF YOUR PORTION OF WATER RIGHT (If the right(s) will not be split, skip this area and proceed to item 7)		
Water Right and/or Adjudication Claim Number _____		
Water Use	Diversion Rate or Volume (Cubic feet per second or acre-feet per annum)	Description (acres, number and type of stock, homes, etc.)
Irrigation	_____	_____
Stock	_____	_____
Domestic	_____	_____
Other _____	_____	_____
Total	_____	_____

7. Signature of New owner(s) or Claimant(s) _____ Redstone Partners, L.P.
(include title if applicable)
By: Steve Beevers
Steve Beevers, Manager of SDB Ventures, Its General Partner

For Snake River Basin Adjudication Claims: Please attach a Notice of Appearance completed by your attorney, if you wish IDWR to correspond with him/her for all matters related to your claims.

For Office Use only

Received by _____ Date _____ Fee _____
 Received by _____ Date _____ Receipt No. _____
 Processed by _____ AJ Date _____ WR _____ Date _____

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES

INSTRUCTION FOR FILING
NOTICE OF CHANGE IN WATER RIGHT OWNERSHIP

This form has been prepared to assist all claimants and owners of water rights to comply with the requirements of Sections 42-248 and 42-1409(6), Idaho Code. All claimants and owners of water rights are required to notify the Department of Water Resources (IDWR) of any change in mailing address or change in ownership of all or part of a water right. In addition, all purchasers of water rights within a pending general adjudication area must inquire whether a notice of claim has been filed and, if not, shall file notice of claim if necessary.

Separate brochures are available from IDWR describing the adjudication of water rights and the requirement to notify IDWR of changes in ownership. Please contact your nearest IDWR office, or call 1-800-451-4129, if you would like more information or need help completing this form. Please attach additional sheets to the form if you require additional space to describe or explain any of the items on the form.

1. If there are water rights associated with the property, **the seller should be able to provide you with the water right or adjudication claim number(s)**. Please enter the number(s) at **item 1**. Corresponding water right and adjudication claim numbers should be listed next to each other on the form. You may have purchased only a portion of the water right(s) held by the seller. If so, the water right(s) held by the seller may need to be "split" to provide you your share of each right. Indicate a split is required by checking in the space provided next to each water right.

If you receive water from a municipal provider, an irrigation district or other water delivery organization, where the water rights are held by the organization, please do not use this form to record a change. You may need to contact the water delivery organization to determine if any action is necessary.

If you or the seller believes there are water rights for the property but the numbers are unknown, you may wish to contact IDWR for assistance in identifying the water rights for the property in question. If adjudication claims for the rights are required and have not been filed, IDWR will so advise you.

2. The information described at **Item 2** is required, since IDWR cannot process the requested change without documentation of ownership. The preferred types of documentation are shown; contact IDWR if you have difficulty obtaining this information. Do not obtain a new survey for purposes of this form before contacting IDWR.
3. Please provide the name and address of the former owner/claimant(s) of the water right(s) at **Item 3**.
4. The name, mailing address, and telephone numbers of the new owner/claimant(s) is entered at **Item 4**. Please indicate the relationship between multiple owners by using the connector "and", "or", or "and/or." If an "and" is used, all parties must sign this form. If an "and/or" or "or" is used, all parties may sign; however, only one of the named parties is required to sign.
5. At **Item 5**, please provide the date the property in question was acquired. This may be the date of "closing" in the case of real estate transaction or the date of court order for other types of ownership changes.
6. You may have purchased only a portion of the water right(s) held by the seller. If this change in ownership divides the water right(s) among multiple owners, you must describe, in detail, your portion of each water right after the change. For each water right requiring a split between owners, fill in the appropriate spaces in the box(es) at **Item 6**. Copy the page as many times as necessary to fully describe each water right after the change. Include documentation as necessary to describe nonstandard agreements or arrangements regarding division of the water right(s). **If the water right(s) will not be split, skip Item 6 and go to Item 7.**
7. The new owner(s) must sign the form in the space(s) provided at **Item 7**. If an "and" connector is used at Item 4, all parties must sign this form. If an "and/or" or "or" connector is used, all parties may sign; however, only one of the named parties is required to sign. If someone other than the owner signs the notice, evidence of authority to sign for the owner must be attached. If the new owner is a corporation or other organization, the person signing the notice must be an officer of the corporation or otherwise have authority to sign for the organization and must include their title with the signature.
8. The filing fee is \$25 per water right, except for those water right which will be divided as a result of the change in ownership. The filing fee for division of a water right is \$100 per water right to be divided. When complete, you should retain a copy and return the original form to the IDWR office nearest you:

IDWR Northern Region
1910 Northwest Blvd., Suite 210
Coeur d'Alene, ID 83814-2615
(208) 769-1450

IDWR Eastern Region
900 N. Skyline Dr., Suite A
Idaho Falls, ID 83402-1718
(208) 525-7161

IDWR Western Region
2735 Airport Way
Boise, ID 83705-5082
(208) 334-2190

IDWR Southern Region
1341 Fillmore St., Suite 200
Twin Falls, ID 83301-3380
(208) 736-3033

SVTC ORDER NO. 03-19722

This Deed is being re-recorded to correct the legal
description of Government Lot 1 in Section 19, 1 North,
20 East.

CORPORATION WARRANTY DEED

507537

FOR VALUE RECEIVED

COVE RANCH, INC., an Idaho corporation, as to an undivided 26% interest as a tenant in
common AND NMS LEASING, INC., an Idaho corporation, as to an undivided 74% interest
as a tenant in common

each a corporation duly organized and existing under the laws of the State of Idaho, grantor, does
hereby Grant, Bargain, Sell and Convey unto

REDSTONE PARTNERS L.P., a Nevada Limited Partnership

grantee whose current address is

1188 Eagle Vista Court
Reno, NV 89511

the following described real estate, to-wit:

SEE ATTACHED 'LEGAL DESCRIPTION OF COVE RANCH'

SUBJECT TO: Taxes, easements, restrictions, reservations, assessments and encumbrances as
shown of record, if any.

"SUBJECT FURTHER TO: The rights, covenants, conditions, restrictions and other agreements set
forth in that certain unrecorded Agricultural Lease dated March 5, 2004."

This agreement may be executed in counterparts, and as executed shall constitute one agreement,
binding on all parties, even though all the parties do not sign the original or the same counterpart.

Grantor Warrants to the Grantee and its successors in title, that Grantor has not created
nor permitted to be created any lien, charge or encumbrance against said real estate which is not
shown herein, and Grantor covenants that it will defend said premises to the extent of the
warranties made herein against the lawful claims of all persons.

TO HAVE AND TO HOLD The said premises, with their appurtenances unto the said
Grantee, heirs and assigns forever.

IN WITNESS WHEREOF, The Grantor, pursuant to a resolution of its Board of Directors
has caused its corporate name to be hereunto subscribed by its President and Secretary/Treasurer.

Dated: July 22, 2004

See the signature and notary page attached hereto and made a part hereof.

Instrument # 529988

HAILEY, BLAINE, IDAHO

2006-12-13

11:48:00 No. of Pages: 3

Recorded by: SUN VALLEY TITLE

MARSHA RIEMANN

Fee: 27.00

Ex-Officio Recorder Deputy

Instrument: CORPORATION DEED

Signature and notary page for Warranty Deed 03-19722

COVE RANCH, INC.

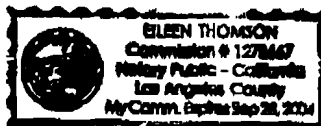
Cary Spalding
Cary Spalding, President

NMS LEASING, INC.

Cary Spalding
Cary Spalding, PresidentTodd Hoch, Secretary/TreasurerTodd Hoch, Secretary/TreasurerState of: California
County of: Los Angeles

On this 26th day of July in the year 2004 before me, a Notary Public personally appeared Cary Spalding known or identified to me to be the President of Cove Ranch, Inc., and NMS Leasing, Inc., the corporations that executed the within instrument or the person who executed the instrument on behalf of said corporations, and acknowledged to me that such corporations executed the same.

Eileen Thomson
Notary Public
Residing at: Los Angeles, CA
Comm. Expires: 9-28-2004

State of: _____
County of: _____

On this _____ day of _____ in the year 2004 before me, a Notary Public personally appeared Todd Hoch known or identified to me to be the Secretary/Treasurer of Cove Ranch, Inc., and NMS Leasing, Inc., the corporations that executed the within instrument or the person who executed the instrument on behalf of said corporations, and acknowledged to me that such corporations executed the same.

Notary Public
Residing at: _____
Comm. Expires: _____

Signature and notary page for Warranty Deed 03-19722

COVE RANCH, INC.

NMS LEASING, INC.

Cary Spalding, PresidentCary Spalding, PresidentTodd Hoch
Todd Hoch, Secretary/TreasurerTodd Hoch
Todd Hoch, Secretary/Treasurer

State of: _____

County of: _____

On this _____ day of _____ in the year 2004 before me, a Notary Public personally appeared Cary Spalding known or identified to me to be the President of Cove Ranch, Inc., and NMS Leasing, Inc., the corporations that executed the within instrument or the person who executed the instrument on behalf of said corporations, and acknowledged to me that such corporations executed the same.

Notary Public

Residing at: _____

Comm. Expires: _____

State of: HawaiiCounty of: Honolulu

On this 23rd day of July in the year 2004 before me, a Notary Public personally appeared Todd Hoch known or identified to me to be the Secretary/Treasurer of Cove Ranch, Inc., and NMS Leasing, Inc., the corporations that executed the within instrument or the person who executed the instrument on behalf of said corporations, and acknowledged to me that such corporations executed the same.

Emelda C. Basilio
Notary Public EMELDA C. BASILIO
Residing at: Honolulu, Hawaii
Comm. Expires: AUG 03 2005



LEGAL DESCRIPTION OF COVE RANCH

A parcel of land lying within Sections 13, 14, 15, 17, 20, 21, 22, 23, 24, 26, 27, 28, 33, and 34

Township 1 North, Range 19 East, Boise Meridian, Blaine County, Idaho and more particularly described as follows:

Beginning at a 5/8" Rebar marking the N 1/16 (North One-Sixteenth) corner common to said Sections 17 and 18, which lies South 00°49' East 1310.8 feet from a 5/8" Rebar marking the Northwest corner of said Section 17, said point being the REAL POINT OF BEGINNING;

thence North 89°36' East 2631.3 feet along the southerly boundary of Griffin Ranch Subdivision, Instrument No. 385534 as Recorded with the Blaine County Recorder's Office, Hailey, Idaho to a 5/8" Rebar marking the CN 1/16 (Center North One-Sixteenth) of said Section 17;

thence North 1°09' West 5.8 feet along the boundary of said Griffin Ranch Subdivision Boundary to a 5/8" Rebar marking the Southwest corner of U.S. Government Lot 2 of said Section 17;

thence North 89°28' East 1315.1 feet along the boundary of said Griffin Ranch Subdivision to the Southeast corner of U.S. Government Lot 2 of said Section 17;

thence South 00°55' East 1319.2 feet to the Southwest corner of U.S. Government Lot 3 of said Section 17;

thence North 89°36' East 1334.1 feet to the W 1/4 (West One-Quarter) corner of said Section 16;

thence South 00°37' East 2621.0 feet to the Southwest corner of said Section 16;

thence North 88°44' East 1356.9 feet to the W 1/16 (West One-Sixteenth) corner common to said Sections 16 and 21;

thence South 00°48' East 323.0 feet along the boundary common to U.S. Government Lots 3 and 8 of said Section 21 to its intersection with the Northerly boundary of the Hidden Treasure No. 2 Extension Lode of said Section 21;

thence South 61°02' West 627.1 feet along the boundary common to U.S. Government Lot 8 of said Section 21 and the northerly boundaries of Hidden Treasure No. 1 Extension Lode and Hidden Treasure No. 2 Extension Lode to the Northwest corner of Hidden Treasure No. 1 Extension Lode of said section 21;

thence South 03°05' West 1478.2 feet to the Northwest corner of Hidden Treasure No. 1 Lode of said Section 21;

thence North 27°12' West 47.8 feet to the Northeast corner of the Lone Lode of said Section 21;²

thence South 78°58' West 263.7 feet to the Northwest corner of the said Lone Lode;

thence South 41°29' East 371.8 feet to the westerly corner of the said Lone Lode;

thence South 14°16' East 1100.6 feet to the Southwest corner of said Lone Lode;

thence North 77°47' East 526.5 feet to the Southeast corner of said Lone Lode;

thence South 29°19' East 47.3 feet to the Southwest corner of said Hidden Treasure No. 1 Lode;

thence South 30°59' East 1492.6 feet to the Southwest corner of the Idaho Central No. 1 Lode of said Section 21;

thence North 60°28' East 503.5 feet to the intersection with the East boundary of the SW 1/4 (Southwest One-Quarter) of said Section 21;

thence South 01°21' East 850.0 feet, more or less, to the S 1/4 (South One-Quarter) corner of said Section 21;

thence South 89°50' East 2405.8 feet to the Southeast corner of said Section 21;

thence North 00°01' West 2664.6 feet to the E 1/4 (East One-Quarter) corner of said Section 21;

thence North 89°42' West 1270.9 feet to the CE 1/16 (Center East One-Sixteenth) corner of said Section 21;

thence North 00°07' West 2664.6 feet to the E 1/16 (East One-Sixteenth) corner common to said Sections 21 and 16;

thence South 89°47' East 1277.7 feet to the Northeast corner of said Section 21;

thence North 00°01' West 3962.7 feet to the North 1/16 (North One-Sixteenth) corner common to said Sections 15 and 16;

thence North 89°55' East 1320.1 feet to the NW 1/16 (Northwest One-Sixteenth) corner of said Section 15;

thence South 00°02' East 1319.1 feet to the CW 1/16 (Center West One-Sixteenth) corner of said Section 15;

thence South 90°00' East 3959.4 feet to the East 1/4 (East One-Quarter) corner of said Section 15;

3

thence South 90°00' East 2639.6 feet to the C 1/4 (Center One-Quarter) corner of said Section 14;

thence South 00°01' East 1319.1 feet to the CS 1/16 (Center South One-Sixteenth) corner of said Section 14;

thence North 89°52' East 1320.2 feet to the SE 1/16 (Southeast One-Sixteenth) corner of said Section 14;

thence North 00°00' East 2641.8 feet to the NE 1/16 (Northeast One-Sixteenth) corner of said Section 14;

thence South 89°52' East 1320.1 feet to the N 1/16 (North One-Sixteenth) corner common to said Sections 13 and 14;

thence South 00°01' East 3957.3 feet to the Southwest corner of Section 13;

thence North 89°48' West 1320.4 feet to the E 1/16 (East One-Sixteenth) common to said Sections 14 and 23;

thence South 00°01' East 1319.1 feet to the NE 1/16 (Northeast One-Sixteenth) corner of said Section 23;

thence South 89°53' East 1315.1 feet to the North 1/16 corner common to said Sections 23 and 24;

thence South 89°53' East 1315.1 feet to the NW 1/16 (Northwest One-Sixteenth) corner of said Section 24;

thence South 00°11' East 2638.2 feet to the SW 1/16 (Southwest One-Sixteenth) corner of said Section 24;

thence North 89°49' West 1317.5 feet to the S 1/16 (South One-Sixteenth) corner common to said Sections 24 and 23;

thence South 00°01' East 1319.1 feet to the Southeast corner of said Section 23;

thence North 89°47' West 1318.3 feet to the E 1/16 (East One-Sixteenth) corner common to said Sections 23 and 26;

thence South 00°50' East 3973.0 feet to the SE 1/16 (Southeast One-Sixteenth) corner of said Section 26;

thence North 89°55' West 3857.8 feet to the S 1/16 (South One-Sixteenth) corner common to said Sections 26 and 27;

4

thence North 89°55' West 1285.9 feet to the SE 1/16 (Southeast One-Sixteenth) corner of said Section 27;

thence South 00°17' East 1331.6 feet to the East 1/16 (East One-Sixteenth) corner common to said Sections 27 and 34;

thence South 00°17' East 2663.2 feet to the CE 1/16 (Center East One-Sixteenth) corner of said Section 34;

thence North 89°44' West 3885.9 feet to the W 1/4 (West One-Quarter) corner of said Section 34;

thence South 89°46' West 536.7 feet along the South boundary of the NE 1/4 (Northeast One-Quarter) of said Section 33 to its intersection with the former Railroad right-of-way, lying 100 feet from centerline;

thence North 31°10' West 9304.8 feet along the Railroad right-of-way to its intersection with the West boundary of said Section 21;

thence South 00°37' East 98.3 feet along the Railroad right-of-way to the ITD brass cap marking the corner common to Sections 20, 21, 28, and 29, lying 50 feet from centerline;

thence North 31°09' West 6108.6 feet along the former Railroad right-of-way to its intersection with the boundary common to said Sections 17 and 20;

thence North 89°39' East 58.2 feet along said Section line to a point lying 100 feet from the former Railroad centerline;

thence North 31°09' West 4455.5 feet along the Railroad right-of-way to its intersection with the said Griffin Ranch Subdivision boundary;

thence North 00°49' West 96.4 feet along said Griffin Ranch Subdivision boundary to the REAL POINT OF BEGINNING.

5

A parcel of land lying within Sections 13, 14, 15, 17, 20, 21, 22, 23, 24, 26, 27, 28, 33, and 34

Township 1 North, Range 19 East, Boise Meridian, Blaine County, Idaho and more particularly described as follows:

Beginning at a 5/8" Rebar marking the N 1/16 (North One-Sixteenth) common to said Sections 17 and 18, which lies South 00°49' East 1310.8 feet from a 5/8" Rebar marking the Northwest corner of said Section 17, thence South 00°49' East 492.4 feet along the West boundary of said Section 17 to its intersection with the Railroad right-of-way and the REAL POINT OF BEGINNING;

thence South 00°49' East 818.4 feet to the W 1/4 (West One Quarter) of said Section 17;

thence South 00°50' East 2612.4 feet to the Southwest corner of said Section 17;

thence South 00°48' East 1298.0 feet to the N 1/16 (North One Sixteenth) corner common to said Sections 20 and 19;

thence South 89°59' East 2623.7 feet to the CN 1/16 (Center North One- Sixteenth) corner common to said Section 20;

thence North 01°02' West 386.1 feet to the intersection with the Rail Road right- of-way, lying 50 feet from centerline;

thence North 31°09' West 1081.3 feet, more or less, along said Rail Road right -of - way to a point on the boundary of said Sections 17 and 20;

thence South 89°39' West 58.2 feet along said Section line to a point lying 100 feet from centerline;

thence North 31°09' West 3994.5 feet along the Rail Road right-of-way to the REAL POINT OF BEGINNING.

U.S. Government Lot 1, Section 19, Township 1 North, Range 20 East, Boise Meridian, Blaine County, Idaho and more particularly described as follows:

Beginning at a Brass Cap marking the Section corner common to said Sections 22, 23, 27, and 26, which lies North 00°39' West 2640.1 feet from a Brass Cap marking the West 1/4 (West One Quarter) corner common to Sections 26 and 27, thence North 63°10' East 11,711.2 feet to the REAL POINT OF BEGINNING:

thence North 90°00' East 1249.6 feet,

thence South 00°00' East 1320.0 feet

thence South 89°58' West 1256.5 feet

thence North 00°18' West 1320.7 feet to the REAL POINT OF BEGINNING.

EXCEPTING THEREFROM ANY PORTIONS LYING WITHIN THE RAILROAD RIGHT-OF-WAY.

U.S. Government Lot 1, Section 19, Township 1 North, Range 20 East,
Boise Meridian, Blaine County, Idaho.

SPECK & AANESTAD

A PROFESSIONAL CORPORATION
ATTORNEYS

120 EAST AVENUE
POST OFFICE BOX 987
KETCHUM, IDAHO 83340

TELEPHONE
(208) 726-4421
FACSIMILE
(208) 726-0752

JAMES P. SPECK
jimspeck@cox-internet.com
DOUGLAS J. AANESTAD
aanestad@cox-internet.com

November 9, 2006

RECEIVED

NOV 14 2006
DEPT. OF WATER RESOURCES
SOLICITATION

Mr. Doug Jones
Idaho Department of Water Resources
1341 Fillmore Street Suite 200
Twin Falls, ID 83301

**Re: Redstone Partners, LP - Notice of Change in Water Right
Ownership - 37-666J
Our File No. 1349/030173**

Dear Doug:

Enclosed you will find the original and a copy of the above-referenced Notice of Change in Water Right Ownership. This takes care of the oversight in ownership changes for water rights acquired by my client with the ranch in July, 2004. Please have your secretary receipt date stamp the copy and return it to me in the postage prepaid, self-addressed envelope included for that purpose.

Thank you.

Sincerely yours,

SPECK & AANESTAD
A Professional Corporation

By: 
James P. Speck

JPS/jal
Enclosures
cc: Client (w/ enclosures)
Trish Fawcett (w/ enclosures)

04

IN THE DISTRICT COURT OF THE FIFTH JUDICIAL DISTRICT OF THE STATE OF IDAHO,
IN AND FOR THE COUNTY OF TWIN FALLS

IN RE THE GENERAL ADJUDICATION
OF RIGHTS TO THE USE OF WATER FROM
THE SNAKE RIVER BASIN WATER SYSTEM.

CIVIL CASE NUMBER: 39576

Ident. Number: A37-00666J
Date Received: 10/27/1988
Receipt No: C003378
Received By: _____

**NOTICE OF CLAIM TO A WATER RIGHT
ACQUIRED UNDER STATE LAW**

1. Name: NMS LEASING, INC. 208-338-2036
Address: C/O FIRST SECURITY BANK
P.O. BOX 2618
ATTN: STEVE ALLEN, TRUST DEPT.
BOISE, ID 83701

2. Date of Priority: JUN 12, 1886

3. Source: BIG WOOD RIVER Trib. to: MALAD RIVER

4. Point of Diversion:

Township	Range	Section	1/4 of	1/4 of	1/4	Lot	County
02N	18E	36	SW		NW		BLAINE

5. Description of diverting works:
HEADGATE # 45 & DISTRICT 45 CANAL 3 CONCRETE SUMPS, SPRINKLERS

6. Water is used for the following purposes:

Purpose	From	To	C.F.S	(or)	A.F.A.
IRRIGATION	04/01	11/01	1.100		

7. Total Quantity Appropriated is:
1.100 C.F.S. (and/or) A.F.A.

8. Total consumptive use is 3930.0 Acre Feet Per Annum.

9. Non-irrigation uses:

10. Place of Use:

Township	Range	Section	1/4 of	1/4	Lot	Use	Acres
01N	19E	17	SW	NE		IRR	38.0
			SW	NW		IRR	35.0

A37-00666J

Page 1

Date: 01/27/89

MICROFILMED
FEB 23 1993

10. Place of Use: Continued

Township	Range	Section	1/4	of	1/4	Lot	Use	Acres
01N	19E	17	SE		NW		IRR	40.0
			NE		SW		IRR	39.0
			NW		SW		IRR	35.0
			SW		SW		IRR	40.0
			SE		SW		IRR	35.0
			NE		SE		IRR	14.0
			NW		SE		IRR	40.0
			SW		SE		IRR	40.0
			SE		SE		IRR	27.0
							Section Acres	383.0
		20	NE		NE		IRR	40.0
			NW		NE		IRR	37.0
			SW		NE		IRR	22.0
			SE		NE		IRR	40.0
			NE		NW		IRR	38.0
			NW		NW		IRR	40.0
			NE		SE		IRR	34.0
			NW		SE		IRR	1.0
			SE		SE		IRR	12.0
							Section Acres	264.0
		21	NW		NW		IRR	13.0
			SW		NW		IRR	15.0
			NE		SW		IRR	33.0
			NW		SW		IRR	29.0
			SW		SW		IRR	39.0
			SE		SW		IRR	38.0
							Section Acres	167.0
		27	NE		NE		IRR	11.0
			NW		NE		IRR	2.0
			SW		NE		IRR	36.0
			SE		NE		IRR	14.0
			SW		NW		IRR	5.0
			SE		NW		IRR	23.0
			NE		SW		IRR	40.0
			NW		SW		IRR	40.0
			SW		SW		IRR	40.0
			SE		SW		IRR	36.0
			NE		SE		IRR	13.0
			NW		SE		IRR	37.0

10. Place of Use: Continued

Township	Range	Section	1/4 of	1/4	Lot	Use	Acres
01N	19E	27	SW	SE		IRR	8.0
							Section Acres 305.0
		28	SW	NE		IRR	36.0
			SE	NE		IRR	3.0
			NE	NW		IRR	40.0
			NW	NW		IRR	29.0
			SW	NW		IRR	6.0
			SE	NW		IRR	37.0
			NE	SW		IRR	20.0
			SE	SW		IRR	2.0
			NE	SE		IRR	40.0
			NW	SE		IRR	40.0
			SW	SE		IRR	34.0
			SE	SE		IRR	40.0
							Section Acres 327.0
		33	NE	NE		IRR	40.0
			NW	NE		IRR	14.0
			SE	NE		IRR	27.0
							Section Acres 81.0
		34	NE	NW		IRR	1.0
			NW	NW		IRR	31.0
			SW	NW		IRR	13.0
							Section Acres 45.0
							Total Acres 1572.0

11. Place of use in counties: BLAINE

12. Do you own the property listed above as place of use? YES

13. Other Water Rights Used:

37-00481, 00482, 00483, 00666, 00667, 02625, 02638, 02700

665

14. Remarks:

15. Basis of Claim: DECREED

Case Number:

Court :

Decree date:

S.C. FROST ET. AL.
Decree Plaintiff

vs

ALTURAS WATER CO. ET. AL.
Decree Defendant

16. Signature(s)

(a.) By signing below, I/We acknowledge that I/We have received, read and understand the form entitled "How you will receive notice in the Snake River Basin Adjudication." (b.) I/We do _____ do not _____ wish to receive and pay a small annual fee for monthly copies of the docket sheet.

Number of attachments: _____

For Organizations:

I do solemnly swear or affirm that I am _____ of

Title
_____, that I have signed the foregoing
Organization
document in the space below as _____ of

Title
_____ and that the statements contained in the
Organization
foregoing document are true and correct.

Signature of Authorized Agent

Title and Organization

Date

State of Idaho)
County of _____) SS.

Subscribed and sworn (or affirmed) before me this _____ day
of _____ 19 _____

Notary Public

Seal

Residing at _____

My Commission Expires _____

IN THE DISTRICT COURT OF THE FIFTH JUDICIAL DISTRICT OF THE
STATE OF IDAHO, IN AND FOR THE COUNTY OF TWIN FALLS

IN RE THE GENERAL ADJUDICATION
OF RIGHTS TO THE USE OF WATER FROM
THE SNAKE RIVER BASIN WATER SYSTEM

CIVIL CASE NUMBER: 39356
Ident Number A37-006664J
Date Received 10-27-88
Receipt Number 0003378

RECEIVED

OCT 27 1988

Department of Water Resources
Southern Region Office

NOTICE OF CLAIM
TO A
WATER RIGHT
ACQUIRED UNDER STATE LAW

1. Name of Claimant(s): NMS Leasing, Inc.
Phone: (208) 338-2036
Mailing Address: c/o First Security Bank Trust Department
P.O. Box 2618
Boise, ID 83701
attn: Mr. Steve Allen, Trust Officer
2. Date of Priority: June 12, 1886
3. Source of water supply (a) Big Wood River
which is tributary to (b) Malad River
4. a. Location of point of diversion is:

<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>$\frac{1}{4}$</u>	<u>$\frac{1}{4}$</u>	<u>$\frac{1}{4}$</u>	<u>Lot</u>	<u>County</u>
2N	18E	36		SW	NW		Blaine

Additional points of diversion if any: None.

- b. If instream flow, beginning point:

<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>$\frac{1}{4}$</u>	<u>$\frac{1}{4}$</u>	<u>$\frac{1}{4}$</u>	<u>Lot</u>	<u>County</u>
-----------------	--------------	----------------	---------------------------------	---------------------------------	---------------------------------	------------	---------------

Ending point:

<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>$\frac{1}{4}$</u>	<u>$\frac{1}{4}$</u>	<u>$\frac{1}{4}$</u>	<u>Lot</u>	<u>County</u>
-----------------	--------------	----------------	---------------------------------	---------------------------------	---------------------------------	------------	---------------

COPY MICROFILMED
FEB 23 1993

5. Description of existing diversion works: Headgate #45 & District 45 Canal; 3 concrete sumps adjacent to Canal in 3 different locations; booster pumps from reservoirs to mainline; 3 pivots, wheel lines and handlines.

6. Water is claimed for following purposes:

<u>Purpose</u>	<u>From</u>	<u>To</u>	<u>Amount</u>
Irrigation	April 1	November 1	1.1 cfs

7. Total Quantity Claimed: 1.1 cfs

8. Total consumptive use claimed is 3930 acre feet per annum.

9. Non-irrigation uses: None.

10. Place of use:

<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>1/4</u>	<u>1/4</u>	<u>Use</u>	<u>Irrig. Acres</u>
1N	19E	17	SW	NE	I	38
1N	19E	17	SW	NW	I	35
1N	19E	17	SE	NW	I	40
1N	19E	17	NE	SW	I	39
1N	19E	17	NW	SW	I	35
1N	19E	17	SW	SW	I	40
1N	19E	17	SE	SW	I	35
1N	19E	17	NE	SE	I	14
1N	19E	17	NW	SE	I	40
1N	19E	17	SW	SE	I	40
1N	19E	17	SE	SE	I	27
1N	19E	20	NE	NE	I	40
1N	19E	20	NW	NE	I	37
1N	19E	20	SW	NE	I	22
1N	19E	20	SE	NE	I	40
1N	19E	20	NE	NW	I	38
1N	19E	20	NW	NW	I	40
1N	19E	20	NE	SE	I	34
1N	19E	20	NW	SE	I	1
1N	19E	20	SE	SE	I	12
1N	19E	21	NW	NW	I	13
1N	19E	21	SW	NW	I	15
1N	19E	21	NE	SW	I	33
1N	19E	21	NW	SW	I	29
1N	19E	21	SW	SW	I	39

Last Name: NMS Leasing

Ident No. _____

COPY

MICROFILMED

FEB 23 1993

<u>Township</u>	<u>Range</u>	<u>Section</u>	<u>1/4</u>	<u>1/4</u>	<u>Use</u>	<u>Irrig. Acres</u>
1N	19E	21	SE	SW	I	38
1N	19E	27	NE	NE	I	11
1N	19E	27	NW	NE	I	2
1N	19E	27	SW	NE	I	36
1N	19E	27	SE	NE	I	14
1N	19E	27	SW	NW	I	5
1N	19E	27	SE	NW	I	23
1N	19E	27	NE	SW	I	40
1N	19E	27	NW	SW	I	40
1N	19E	27	SW	SW	I	40
1N	19E	27	SE	SW	I	36
1N	19E	27	NE	SE	I	13
1N	19E	27	NW	SE	I	37
1N	19E	27	SW	SE	I	8
1N	19E	28	SW	NE	I	36
1N	19E	28	SE	NE	I	3
1N	19E	28	NE	NW	I	40
1N	19E	28	NW	NW	I	29
1N	19E	28	SW	NW	I	6
1N	19E	28	SE	NW	I	37
1N	19E	28	NE	SW	I	20
1N	19E	28	SE	SW	I	2
1N	19E	28	NE	SE	I	40
1N	19E	28	NW	SE	I	40
1N	19E	28	SW	SE	I	34
1N	19E	28	SE	SE	I	40
1N	19E	33	NE	NE	I	40
1N	19E	33	NW	NE	I	14
1N	19E	33	SE	NE	I	27
1N	19E	34	NE	NW	I	1
1N	19E	34	NW	NW	I	31
1N	19E	34	SW	NW	I	13

Total number of irrigated acres: 1572

11. Place of use is located in Blaine County.

12. Do you own the property listed above as place of use? Yes.

13. Describe any other water rights used at the same place and for the same purposes as described above? 37-0481, 37-0482A, 37-0483, 37-0665C, 37-0667E, 37-2625A, 37-2638, 37-2700.

14. Remarks: Claim is for portion of right originally decreed to Utah & Idaho Improvement Co. in S.C. Frost et al. v. Alturus Water Co. et ux.. Amount of the original right claimed determined from Watermaster's records. Irrigated acreage not specified in decree. Place of use is claimed pursuant to Idaho Code § 42-1416(1) to the extent it differs from the decree.

Last Name: NMS Leasing Ident No.

COPY

MICROFILMED

FEB 23 1993

Scale: 2 inches equals 1 mile

POINT OF DIVERSION NOT ON MAP

PLACE OF USE
w/ IRRIG. ACRES

CARNIST ROAD

17

20

21

22

23

24

25

26

27

28

29

30

31

32

33

34

35

40

38

14

27

13

18

33

38

29

40

2

11

36

14

37

13

8

14

31

1

27

13

33

34

NMS LEASING

Ident No.

COPY

Copies: White State Yellow Cairants
MICROFILMED

FEB 23 1993

15. Basis of Claim: Decree
IDWR Water Right Number: 37-0666A
Court: Lincoln County
Case Number:
Decree Date: December 13, 1909
Plaintiff v. Defendant:
S.C. Frost et al. v. Alturus Water Co. et ux.

16. Signature(s)
(a) By signing below, I/We acknowledge that I/We have received, read and understand the form entitled "How you will receive notice in the Snake River Basin Adjudication." (b) I/We do not wish to receive and pay a small annual fee for monthly copies of the docket sheet. Number of attachments 0

[For Organizations] I do solemnly swear or affirm that I am Sec. Treas of NMS Leasing, Inc., that I have signed the foregoing document in the space below as Sec. Treas. of NMS Leasing, Inc. and that the statements contained in the foregoing document are true and correct.

Signature of Authorized Agent Thomas J. Macdonald, by James P. Speck, his attorney-in-fact

Title of Organization NMS Leasing, Inc. Date 10/25/88

State of Idaho)
County of Bonne) ss.

Subscribed and sworn before me this 25th day of October, 1988.

Notary Public Bruce Munn Becker
Residing at Sun Valley
Commission Expires 11/7/93

17. Notice of Appearance:

Notice is hereby given that I, James P. Speck, will be acting as attorney at law of the claimant signing above, and that all notices required by law to be mailed by the director to the claimant signing above should be mailed to the address listed below.

Signature: James P. Speck
James P. Speck
Hogue, Speck & Aanestad
P.O. Box 987
Ketchum, ID 83340

Date: 10/25/88

Last Name: NMS Leasing Ident No.: _____
a:\coverch5.clm

COPY MICROFILMED
FEB 23 1993

02/02/2007

IDAHO DEPARTMENT OF WATER RESOURCES
PRELIMINARY RECOMMENDATION OF WATER RIGHTS ACQUIRED UNDER STATE LAW

RIGHT NUMBER: 37-666J

NAME AND ADDRESS: REDSTONE PARTNERS LP
1188 EAGLE VISTA CT
RENO NV 89511

SOURCE: BIG WOOD RIVER

TRIBUTARY: MALAD RIVER

QUANTITY: 1.100 CFS

PRIORITY DATE: 06/12/1886

POINT OF DIVERSION:

T02N R18E S36 NESWNW Within BLAINE County

PURPOSE AND
PERIOD OF USE:

<u>PURPOSE OF USE</u>	<u>PERIOD OF USE</u>	<u>QUANTITY</u>
IRRIGATION	04/15 10/31	1.100 CFS

PLACE OF USE: IRRIGATION in BLAINE County

T01N R19E S17	SWNE	38.00	T01N R19E S17	SWNW	34.00
T01N R19E S17	SENW	40.00	T01N R19E S17	NESW	40.00
T01N R19E S17	NWSW	34.00	T01N R19E S17	SWSW	40.00
T01N R19E S17	SESW	35.00	T01N R19E S17	NESE	11.00
T01N R19E S17	NWSE	40.00	T01N R19E S17	SWSE	40.00
T01N R19E S17	SESE	22.00	T01N R19E S20	NENE	39.00
T01N R19E S20	NWNE	39.00	T01N R19E S20	SWNE	19.00
T01N R19E S20	SENE	40.00	T01N R19E S20	NENW	37.00
T01N R19E S20	NWNW	40.00	T01N R19E S20	NESE	35.00
T01N R19E S20	NWSE	1.30	T01N R19E S20	SESE	13.00
T01N R19E S21	NWNW	10.00	T01N R19E S21	SWNW	9.00
T01N R19E S21	NWSW	24.00	T01N R19E S21	SWSW	36.00
T01N R19E S21	SESW	1.20	T01N R19E S27	NENE	11.00
T01N R19E S27	NWNE	9.00	T01N R19E S27	SWNE	40.00
T01N R19E S27	SENE	11.00	T01N R19E S27	SWNW	13.00
T01N R19E S27	SENW	30.00	T01N R19E S27	NESW	40.00
T01N R19E S27	NWSW	38.00	T01N R19E S27	SWSW	40.00
T01N R19E S27	SESW	30.00	T01N R19E S27	NESE	3.80
T01N R19E S27	NWSE	36.00	T01N R19E S27	SWSE	4.00
T01N R19E S28	SWNE	14.00	T01N R19E S28	SENE	4.00
T01N R19E S28	NENW	13.00	T01N R19E S28	NWNW	29.00
T01N R19E S28	SWNW	6.40	T01N R19E S28	SENW	37.00
T01N R19E S28	NESW	22.00	T01N R19E S28	NWSW	2.20

02/02/2007

IDAHO DEPARTMENT OF WATER RESOURCES
PRELIMINARY RECOMMENDATION OF WATER RIGHTS ACQUIRED UNDER STATE LAW

T01N R19E S28	NESE	39.00	T01N R19E S28	NWSE	39.00
T01N R19E S28	SWSE	36.00	T01N R19E S28	SESE	40.00
T01N R19E S33	NENE	40.00	T01N R19E S33	NWNE	14.00
T01N R19E S33	SENE	30.00	T01N R19E S34	NENW	0.20
T01N R19E S34	NWNW	31.00	T01N R19E S34	SWNW	15.00

1435.1 ACRES TOTAL

Right Nos. 37-665K, 37-666J and 37-667N are limited to the irrigation of a combined total of 263 acres in a single irrigation season.

This right is limited to the irrigation of 263.0 acres within the place of use described above in a single irrigation season.

Right Nos. 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N, 37-2625A, 37-2638, 37-2700, 37-21463 and 37-22155 are limited to the irrigation of a combined total of 1435.1 acres in a single irrigation season.

Right Nos. 37-481B, 37-482G, 37-483B, 37-665K, 37-666J, 37-667N and 37-22155 are limited to the irrigation of a combined total of 1435.1 acres in a single irrigation season.

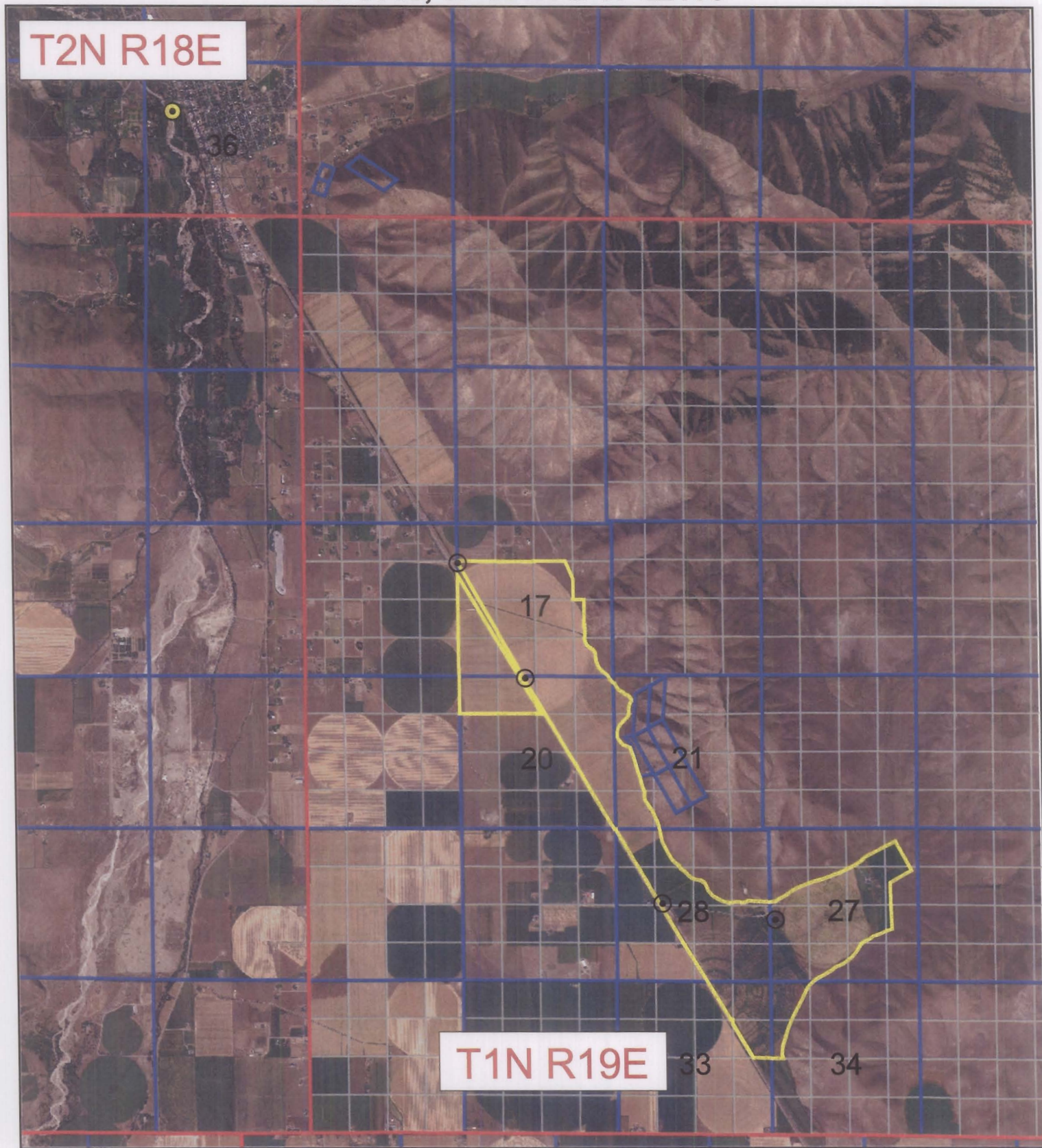
OTHER PROVISIONS NECESSARY FOR DEFINITION OR ADMINISTRATION OF THIS WATER RIGHT:

This partial decree is subject to such general provisions necessary for the definition of the rights or for the efficient administration of the water rights as may be ultimately determined by the Court at a point in time no later than the entry of a final unified decree. Section 42-1412(6), Idaho Code.

EXPLANATORY MATERIAL: BASIS OF CLAIM - Decreed

Right includes accomplished change in place of use pursuant to Section 42-1425, Idaho Code.

**37-481B, 37-482G, 37-483B, 37-665K,
37-666J, 37-667N & 37-22155**



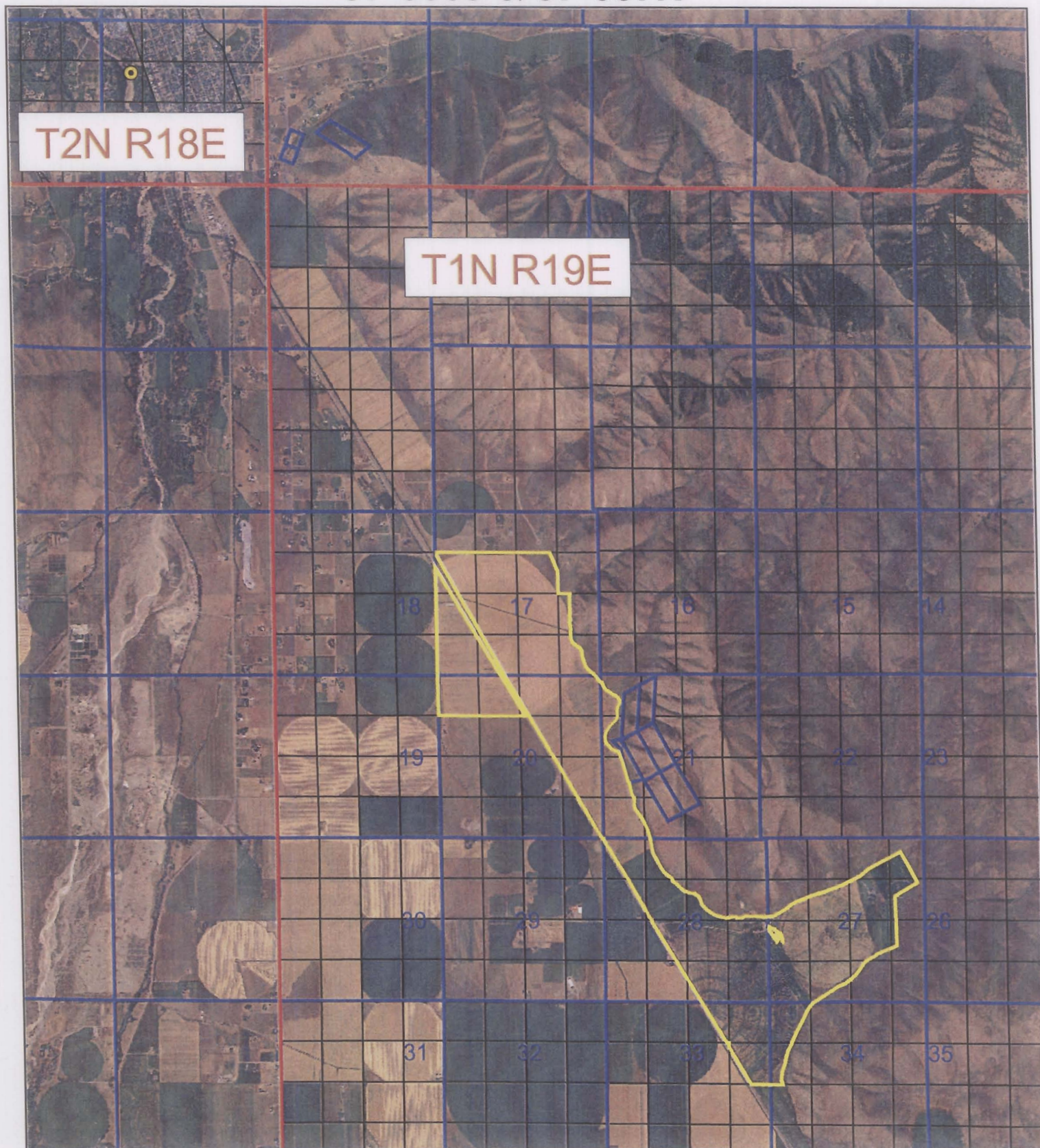
-  Section Lines
-  Quarter/Quarter Lines
-  Place of Use
-  Point(s) of Diversion

5280 0 5280 Feet



GIS PLACE OF USE PRESENTATION
PHOTOGRAPHY: 2004 NAIP
DATA ENTRY: 1/22/2007
DOUGLAS JONES

IDAHO DEPARTMENT OF WATER RESOURCES
**37-481B, 37-482G, 37-483B, 37-665K,
37-666J & 37-667N**



- Section Lines
- Quarter/Quarter Lines
- Place of Use
- Point(s) of Diversion

5000 0 5000 Feet



GIS PLACE OF USE PRESENTATION
PHOTOGRAPHY: 1987or1988 NAPP
DATA ENTRY: 1/3/2007
DOUGLAS JONES

Water Right Number - 37-00666A Adj. Flag Translation: Standard Water Right Number Old (D) Number -
+ - - - - Last Name - - - - + - - - - First Name - - - - + - - - - Address - - - - -

*** C - CURRENT OWNER ***
UTAH & IDAHO IMPROVEMENT CO.

1 -
2 -
3 -
City-
Phone -

State- Zip-

+ - - Priority Date - - + + - - Region - - - + + - - Stage - - - + + - - Status - - - +
06/12/1886 17 D - DECREED
+ - - Source - - - - + + - - - - - Tributary - - - - -
BIG WOOD RIVER MALAD RIVER

+ - - - - - - - - - - - Point of Diversion - - - - - Stream Index (Blank if no Index Code) - - - - - +

(13) BLAINE

+ - - - - - - - - - - - Water Use - - - - - Diversion Rate Diversion Volume - - - - - +
Code Description Period From Period To

01 - IRRIGATION

17.660

+ - - Total Div. Rate - + + - - Total Div. Volume - + + - - Total Div. Capacity - + + - - Total Consumptive Use - + + - - KW Usage - +
17.660

| Twn | Rng | Sec | Tract | Lot | Acres | Place of Use | Code | Description | County |
|-----|-----|-----|-------|-----|-------|--------------|------------|-------------|--------|
| 01N | 18E | 24 | NE SE | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 18E | 24 | SW SE | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 18E | 24 | SE SE | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 19 | NE SW | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 19 | NW SW | 3 | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 19 | SW SW | 4 | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 19 | SE SW | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | NE NE | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | NW NE | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | SW NE | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | SE NE | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | NE NW | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | NW NW | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | SW NW | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | SE NW | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | NE SW | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | NW SW | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | SE SW | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | NE SE | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | NW SE | | | 01 | IRRIGATION | (13) BLAINE | |
| 01N | 19E | 20 | SW SE | | | 01 | IRRIGATION | (13) BLAINE | |

IDAHO DEPARTMENT OF WATER RESOURCES
WATER RIGHT CLAIMS PROOF READING REPORT

NR0723NP
(OD-26)

| Water right number - 37-00666A | | | | Adj. flag translation: Standard Water Right Number | | | |
|--------------------------------|-----|-----|-------|--|-------|--------------|-------------|
| Twn | Rng | Sec | Tract | Lot | Acres | Place of Use | Description |
| 01N | 19E | 20 | SE SE | 1 | | 01 | IRRIGATION |
| 01N | 19E | 28 | NW NW | | | 01 | IRRIGATION |
| 01N | 19E | 28 | SW NW | | | 01 | IRRIGATION |
| 01N | 19E | 28 | SE NW | | | 01 | IRRIGATION |
| 01N | 19E | 28 | NE SW | | | 01 | IRRIGATION |
| 01N | 19E | 28 | NW SW | | | 01 | IRRIGATION |
| 01N | 19E | 28 | SE SW | | | 01 | IRRIGATION |
| 01N | 19E | 28 | SW SE | | | 01 | IRRIGATION |
| 01N | 19E | 29 | NE NE | | | 01 | IRRIGATION |
| 01N | 19E | 29 | NW NE | | | 01 | IRRIGATION |
| 01N | 19E | 29 | SW NE | | | 01 | IRRIGATION |
| 01N | 19E | 29 | SE NE | | | 01 | IRRIGATION |
| 01N | 19E | 29 | NE NW | | | 01 | IRRIGATION |
| 01N | 19E | 29 | NW NW | | | 01 | IRRIGATION |
| 01N | 19E | 29 | SW NW | | | 01 | IRRIGATION |
| 01N | 19E | 29 | SE NW | | | 01 | IRRIGATION |
| 01N | 19E | 29 | NE SW | | | 01 | IRRIGATION |
| 01N | 19E | 29 | NW SW | | | 01 | IRRIGATION |
| 01N | 19E | 29 | SW SW | | | 01 | IRRIGATION |
| 01N | 19E | 29 | SE SW | | | 01 | IRRIGATION |
| 01N | 19E | 29 | NE SE | | | 01 | IRRIGATION |
| 01N | 19E | 29 | NW SE | | | 01 | IRRIGATION |
| 01N | 19E | 29 | SW SE | | | 01 | IRRIGATION |
| 01N | 19E | 29 | SE SE | | | 01 | IRRIGATION |
| 01N | 19E | 30 | NE NW | | | 01 | IRRIGATION |
| 01N | 19E | 30 | NW NW | | | 01 | IRRIGATION |
| 01N | 19E | 32 | NE NE | | | 01 | IRRIGATION |
| 01N | 19E | 32 | NW NE | | | 01 | IRRIGATION |
| 01N | 19E | 32 | SW NE | | | 01 | IRRIGATION |
| 01N | 19E | 32 | SE NE | | | 01 | IRRIGATION |
| 01N | 19E | 32 | NE NW | | | 01 | IRRIGATION |
| 01N | 19E | 32 | NW NW | | | 01 | IRRIGATION |
| 01N | 19E | 32 | SW NW | | | 01 | IRRIGATION |
| 01N | 19E | 32 | SE NW | | | 01 | IRRIGATION |
| 01N | 19E | 32 | NE SE | | | 01 | IRRIGATION |
| 01N | 19E | 32 | NW SE | | | 01 | IRRIGATION |
| 01N | 19E | 33 | NE NW | | | 01 | IRRIGATION |
| 01N | 19E | 33 | NW NW | | | 01 | IRRIGATION |
| 01N | 19E | 33 | SW NW | | | 01 | IRRIGATION |
| 01N | 19E | 33 | SE NW | | | 01 | IRRIGATION |
| 01N | 19E | 33 | NE SW | | | 01 | IRRIGATION |
| 01N | 19E | 33 | NW SW | | | 01 | IRRIGATION |
| 01N | 19E | 33 | SW SW | | | 01 | IRRIGATION |
| 01N | 19E | 33 | SE SW | | | 01 | IRRIGATION |

Total Acres:

- - - Diversion Means - HEADGATE #45 & DISTRICT CANAL

MICROFILMED
FEB 23 1993

| | | | |
|-----------------------------------|----------------------|--|-----------------------------|
| Water right number - | 37-00666A | Adj. flag translation: | Standard Water Right Number |
| - - - Non-Irrigation Use - | | | |
| + - - Other Rights for Same Use - | 37-0665A, 0667E | | |
| + - - | | Remarks - | |
| | | SEE STATE OF IDAHO VS. WILLIAM J. BUHLER, ET. AL. | |
| | | P/D NOT GIVEN IN DECREE BUT DETERMINED FROM WATERMASTER. | |
| | | P/U INCOMPLETE. SEE FILE. | |
| | | AC. IRRIG. NOT SPECIFIED. FARM = 2480 AC. | |
| + - - | | No Conditions of Approval - | |
| | | Conditions of Approval found. | |
| + - - | - Decree Plaintiff - | + - - Decree Defendant - | + - Decree Date - |
| S. C. FROST, ET. AL. | | ALTURAS WATER COMPANY, ET. AL. | 12/13/1909 |
| + - - Microfilm Rolls - | | | |
| + - - Audit Fields - | 02/11/86 | 05/28/88 | CONVERT |
| + - - | | Water Rights Dates and Flags Area | |
| | | Proof Due Date - | Field Exam Fee - |
| | | Approved/Denied - | Swan Falls - |
| | | Proof Made Date - | Temporary Right - |
| | | Start Work Date - | DLE/Carey Act - |
| | | Order Show Cause - | Water District - |
| | | Licensed Date - | Transfer/Amended - |
| | | Decree Date - | |

**SPECIAL POWER OF ATTORNEY
(WATER RIGHTS)**

NMS LEASING, INC., an Idaho corporation (the "Corporation"), designates and appoints JAMES P. SPECK, of Ketchum, Idaho, as the Corporation's attorney in fact and agent (subsequently called "Agent") to act in the Corporation's name and for the Corporation's benefit for the specific purposes stated herein only. The Corporation grants to its Agent full power and authority to do everything necessary in exercising any of the powers herein granted as fully as the Corporation might or could do if personally present and fully competent, hereby ratifying and confirming all that the Corporation's Agent shall lawfully do or cause to be done by virtue of this Special Power of Attorney and the powers herein granted.

1. SPECIFIC GRANT OF POWER. The Corporation's agent shall have power to exercise or perform any act, power, duty, right or obligation whatsoever that the Corporation now has or may hereafter acquire, RELATING ONLY TO the preparation and filing of claims for water rights in Twin Falls County District Court Civil No. 39576, In Re the General Adjudication of Rights to the Use of Water from the Snake River Basin Water System, and the preparation and filing of applications for permits to or transfers of water rights, or claims to water rights, with the Idaho Department of Water Resources.

2. REVOCABILITY. This Special Power of Attorney is revocable, provided, that insofar as any governmental agency, bank, trust company, insurance company, transfer agent, or other person shall rely upon this power, this power may be revoked only by a notice in writing executed by me or the Corporation's Agent and delivered to such person or institution.

3. INTERPRETATION. This instrument is to be construed and interpreted as a Special Power of Attorney and shall be limited in accordance herewith.

4. THIRD-PARTY RELIANCE. Third parties may rely upon the representations of the Agent as to all matters relating to any power granted to the Corporation's Agent, and no person who may act in reliance upon the representations of the Agent or the authority granted to the Corporation's Agent shall incur any liability to the Corporation as a result of permitting the Agent to exercise any power.

5. GOVERNING LAW. This Special Power of Attorney is executed and delivered in the State of Idaho and the laws of the State of Idaho shall govern all questions as to the validity of this power and as to the construction of its provisions.

6. COUNTERPARTS. This Special Power of Attorney may be executed in counterparts. Each executed counterpart of this Special Power of Attorney shall have the force and effect of this original.

IN WITNESS WHEREOF, the Corporation has executed this Special Power of Attorney this 20 day of OCTOBER, 1988.

NMS LEASING, INC.

By: Thomas J. Macdonald
Thomas J. Macdonald
Secretary - Treasurer

STATE OF HAWAII }
City & County of Honolulu } ss.

On this 20 day of October, 1988, before me, the undersigned notary public in and for said state, personally appeared Thomas J. Macdonald known to me to be the secretary - treasurer of the corporation whose name is subscribed to the within Special Power of Attorney, and acknowledged to me that said corporation executed the same.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year first above written.

Linda Shaw
Notary Public for
Residing at: Honolulu, Hawaii
Notary Public, First Judicial Circuit
State of Hawaii
My commission expires 7/4/92

DATE RECEIVED 10-27-88 CK # 8664 AMOUNT \$ 2167

| | YES | NO |
|--|-------------------------------------|-------------------------------------|
| 1. Is the name and address complete with zip code? | ☒ | ☐ |
| 2. Is a priority date entered? | ☒ | ☐ |
| Is the water use exempt from the Permit requirements, or if it is not exempt, has a Permit been approved or a License issued?
A Permit is required: (1) for groundwater developed after March 25, 1963 (except single family domestic and stockwater wells using less than 13,000 gpd), or (2) for surface water developed after May 20, 1971 (except for instream stockwater). USE CARE IF CLAIM IS RETURNED. REFER TO ADJUDICATION MEMOS # 1 (ADJ. CLAIMS/APPLICATIONS) AND # 9 (REJECTION OF CLAIMS). EXPLAIN IN COMMENTS. | | |
| 3. (a) Is a source entered? | ☒ | ☐ |
| (b) Is a tributary to entered? (if required) | N/A | ☐ |
| 4. Is the legal description of the p.d. sufficient? | ☒ | ☐ |
| 5. Is there a description of the diverting works? | ☒ | ☐ |
| 6. Are the water uses appropriate for the form? The short form is limited to domestic and stockwater uses with direct diversion. All claims that include storage or instream stockwater must use long form. | ☒ | ☐ |
| Is the period of use included? | ☒ | ☐ |
| Is a quantity claimed for each use? | ☒ | ☐ |
| 7. Is a total quantity claimed entered? | ☒ | ☐ |
| 8. If required is a consumptive use entered? | N/A | ☐ |
| Is the consumptive use correct? | N/A | ☐ |
| 9. Are the non-irrigation uses listed properly? If this claim is on the short form, and more than one domestic use is listed, single ownership must be stated. If not under single ownership, see Adjudication Memo # 4. | N/A | ☐ |
| 10. Is (are) the place(s) of use and purpose(s) indicated? | ☒ | ☐ |
| 11. Is (are) the county(ies) entered? | ☒ | ☐ |
| 12. Is the ownership of p.u. checked? | ☒ | ☐ |
| 13. Are other water rights listed or "none" indicated? | ☒ | ☐ |
| 14. If required, are remarks correct? (If the claimant does not own the place of use, authority for filing the claim must be explained in the remarks.) | N/A | ☐ |
| 15. Is the basis of the claim indicated? | ☒ | ☐ |
| 16. Is the claim signed by the claimant, and is the signature appropriate? (If an individual is the claimant, has that individual signed the claim, or if an organization is the claimant, is the organization signature block complete?) | ☒ | ☐ |
| Has the claim been signed, sealed, and dated by a notary? | ☒ | ☐ |
| Was this claim filed on time, or was an extension granted? | ☒ | ☐ |
| Is the fee enclosed correct? | Exempt | ☐ |
| If this claim is based on an existing water right, has the identification number been entered? | N/A | ☒ |
| Should this claim be receipted and data entered? | ☒ | ☐ |

Claim checked by: CF