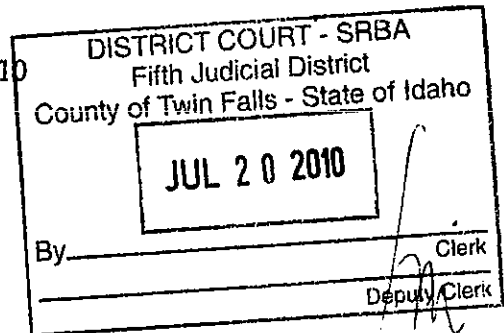


**SPECK & AANESTAD**A PROFESSIONAL CORPORATION  
ATTORNEYSJAMES P. SPECK  
jlm@speckandaanestad.com  
DOUGLAS J. AANESTAD  
doug@speckandaanestad.com120 EAST AVENUE  
POST OFFICE BOX 987  
KETCHUM, IDAHO 83340TELEPHONE  
(208) 726-4421  
FACSIMILE  
(208) 726-0752

July 20, 2010

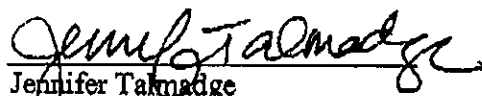
Ms. Trish Fawcett  
Idaho Department of Water Resources  
1341 Fillmore, Suite 200  
Twin Falls, ID 83301**RE: Notice of Change of Water Right Ownership - 37-4436**

Dear Trish:

Enclosed you will find an original and a copy of the above-described Notice of Change of Water Right Ownership along with its required deed. Please receipt date-stamp the copy of the Notice and return it to us in the enclosed self-addressed postage-paid envelope for our files.

Please contact me if you have any questions. Thank you.

Sincerely yours,

SPECK & AANESTAD  
A Professional CorporationBy:   
Jennifer Talmadge  
Asst. to James P. Speck

Enclosures

CC w/ Encl: Client  
Janet Connell (via fax)

Form 42-248/42-1409(6) 10/07

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

*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 (under the "split" heading), if the change in ownership is limited to a portion of a water right in which case IDWR will produce new water right number(s) for the split(s).

| Water<br>Right No(s) | Adjudication<br>Claim No(s) | Split(s) | Water<br>Right No(s) | Adjudication<br>Claim No(s) | Split(s) |
|----------------------|-----------------------------|----------|----------------------|-----------------------------|----------|
| 37-4436              |                             |          |                      |                             |          |
|                      |                             |          |                      |                             |          |
|                      |                             |          |                      |                             |          |
|                      |                             |          |                      |                             |          |
|                      |                             |          |                      |                             |          |
|                      |                             |          |                      |                             |          |

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 on file with the county Planning and Zoning or Recorder's Office).
- OR**
- D. If your water right(s) and/or adjudication claim(s) is for ten or more acres of irrigation, you must submit a USDA Farm Service Agency or equivalent **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)

GM, LLC

PO Box 757, Hailey, ID 83333

4. New Owner/Claimant(s)

Ponderosa, LLC

Name Connector (Check one): ☐ and, ☐ or, ☐ and/or

PO Box 987

New Mailing Address

City, State and ZIP Code

Ketchum, ID 83340

New Telephone Number

(208) 726-4421

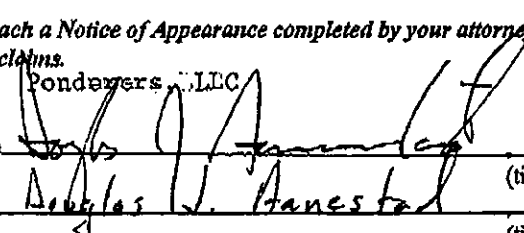
Email: [doug@speckandaanestad.com](mailto:doug@speckandaanestad.com)

Form 42-248/42-1499(6) 12/2006

5. Date you acquired the property 7/20/2010
6. If the change in ownership affects the entire water right for each water right or adjudication claim number listed in line 1, then skip this line and go to line 7. If the 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. Fill in the appropriate spaces in the box(es) below to describe your water right(s) after the change (you may copy this page, if 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<br>(If the right will not be split, skip this area and proceed to line 7) |                                                                            |                                                              |
|----------------------------------------------------------------------------------------------------------------------|----------------------------------------------------------------------------|--------------------------------------------------------------|
| Water Use                                                                                                            | Diversion Rate or Volume<br>(cubic feet per second or acre-feet per annum) | Description<br>(acres, number and type of stock, homes, etc) |
| <b>Water Right and/or Adjudication Claim Number</b>                                                                  |                                                                            |                                                              |
| Irrigation                                                                                                           |                                                                            |                                                              |
| Stock                                                                                                                |                                                                            |                                                              |
| Domestic                                                                                                             |                                                                            |                                                              |
| Other                                                                                                                |                                                                            |                                                              |
| Totals                                                                                                               |                                                                            |                                                              |
| <b>Water Right and/or Adjudication Claim Number</b>                                                                  |                                                                            |                                                              |
| Irrigation                                                                                                           |                                                                            |                                                              |
| Stock                                                                                                                |                                                                            |                                                              |
| Domestic                                                                                                             |                                                                            |                                                              |
| Other                                                                                                                |                                                                            |                                                              |
| Totals                                                                                                               |                                                                            |                                                              |
| <b>Water Right and/or Adjudication Claim Number</b>                                                                  |                                                                            |                                                              |
| Irrigation                                                                                                           |                                                                            |                                                              |
| Stock                                                                                                                |                                                                            |                                                              |
| Domestic                                                                                                             |                                                                            |                                                              |
| Other                                                                                                                |                                                                            |                                                              |
| Totals                                                                                                               |                                                                            |                                                              |

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.

7. Signature(s) of New Owner(s) or Claimant(s)  Ponderosa, LLC Managing Member  
(title if applicable)  
Douglas L. Aanstad  
(title if applicable)

IT IS IMPORTANT TO FILE THIS COMPLETED FORM AT THE APPROPRIATE IDWR OFFICE, WITH PAYMENT OF THE FILING FEE AND THE OWNERSHIP DOCUMENT(S), AS REFERRED TO IN LINE 2.

## For IDWR Office Use Only:

Received by \_\_\_\_\_ Date \_\_\_\_\_  
 Received by \_\_\_\_\_ Date \_\_\_\_\_  
 Processed by \_\_\_\_\_ AJ Date \_\_\_\_\_

Receipt Amt. \_\_\_\_\_  
 Receipt No. \_\_\_\_\_  
 WR \_\_\_\_\_ Date \_\_\_\_\_

**Instrument # 579156**

HAILEY, BLAINE, IDAHO  
 07-20-2010 1:38:08 PM No. of Pages: 1  
 Recorded for: BLAINE COUNTY TITLE  
 JOLYNN DRAGE Fee: \$10.00  
 Ex-Officio Recorder Deputy: JB  
 Electronically Recorded by Simplifile

**BCT**  
 BLAINE COUNTY TITLE

**WARRANTY DEED****FOR VALUE RECEIVED**

GM, LLC, an Idaho Limited Liability Company,  
 the Grantor, hereby grants, bargains, sells, conveys and warrants unto  
 Ponderers, LLC, an Idaho Limited Liability Company

the Grantee, whose current address is PO Box 987, Ketchum, ID 83340

the following described premises, to wit:

Lot 7AA of SUN VALLEY SUB., 1<sup>ST</sup> ADD., REV. BLOCK 5 REPLAT OF LOT 4 AND LOT  
 7A, according to the official plat thereof, recorded as Instrument No. 370463, Records of Blaine  
 County, Idaho.

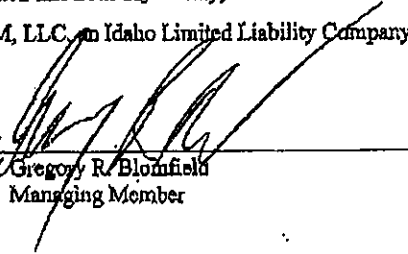
Together with Water Right No. 37-4436

**TO HAVE AND TO HOLD** the said premises, with their appurtenances unto the said  
 Grantee, their heirs and assigns forever. And the said Grantor does hereby covenant to and with  
 the said Grantee, that the Grantor is the owner in fee simple of said premises, that said premises  
 are free from all encumbrances and that the Grantor will warrant and defend the same from all  
 lawful claims whatsoever.

Dated this 20th day of July, 2010

GM, LLC, an Idaho Limited Liability Company

By

  
 Gregory R. Bloomfield  
 Managing Member

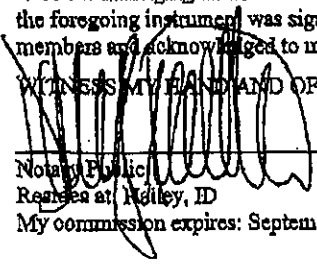
STATE OF Idaho )

) ss.

COUNTY OF Blaine )

On this 20th day of July, 2010, before me, the undersigned, a Notary Public, in and for said State,  
 personally appeared Gregory R. Bloomfield known to me, on the basis of satisfactory evidence,  
 to be the Managing Member of the Limited Liability Company that executed the instrument and  
 the foregoing instrument was signed on behalf of said company by authority of consent of its  
 members and acknowledged to me that he/she/they executed the same.

WITNESS MY HAND AND OFFICIAL SEAL.

  
 Notary Public

Resides at: Hailey, ID

My commission expires: September 18, 2012

