

RECEIVED

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES

RECEIVED

JAN 21 2016

WATER RESOURCES
WESTERN REGION

JAN 25 2016

Notice of Change in Water Right Ownership

1. List ~~the~~ ^{DEPARTMENT OF} ~~water rights and/or adjudication claim records to be changed.~~ ^{WATER RESOURCES} If you only acquired a portion of the water right or adjudication claim, check "Yes" in the "Split?" column. If the water right is leased to the Water Supply Bank, check "Yes". If you are not sure if the water right is leased to the Water Supply Bank, see #6 of the instructions.

Water Right/Claim No.	Split?	Leased to Water Supply Bank?	Water Right/Claim No.	Split?	Leased to Water Supply Bank?
02-10422	Yes ☐	Yes ☒		Yes ☐	Yes ☐
02-10510	Yes ☐	Yes ☒		Yes ☐	Yes ☐
	Yes ☐	Yes ☐		Yes ☐	Yes ☐
	Yes ☐	Yes ☐		Yes ☐	Yes ☐
	Yes ☐	Yes ☐		Yes ☐	Yes ☐

RECEIVED

JAN 25 2016

DEPARTMENT OF
WATER RESOURCES

2. Previous Owner's Name: Michael B or Linda M Ihli
Name of current water right holder/claimant
3. New Owner(s)/Claimant(s): Midnight Sun, Inc. VIII
New owner(s) as listed on the conveyance document
- PO Box 53, 1314 12th Ave South, Suite 5 Nampa ID 83651
Mailing address City State ZIP
(208) 466-0419 charles.bryan@ubs.com
Telephone Email
4. If the water rights and/or adjudication claims were split, how did the division occur?
☒ The water rights or claims were divided as specifically identified in a deed, contract, or other conveyance document.
☐ The water rights or claims were divided proportionately based on the portion of their place(s) of use acquired by the new owner.
5. Date you acquired the water rights and/or claims listed above: December 8, 2015
6. If the water right is leased to the Water Supply Bank changing ownership of a water right will reassign to the new owner any Water Supply Bank leases associated with the water right. Payment of revenue generated from any rental of a leased water right requires a completed IRS Form W-9 for payment to be issued to an owner. A new owner for a water right under lease shall supply a W-9. Water rights with multiple owners must specify a designated lessor, using a completed Lessor Designation form. Beginning in the calendar year following an acknowledged change in water right ownership, compensation for any rental will go to the new owner(s).
7. This form must be signed and submitted with the following **REQUIRED** items:
☒ A copy of the conveyance document – warranty deed, quitclaim deed, court decree, contract of sale, etc. The conveyance document must include a legal description of the property or description of the water right(s) if no land is conveyed.
☒ Plat map, survey map or aerial photograph which clearly shows the place of use and point of diversion for each water right and/or claim listed above (if necessary to clarify division of water rights or complex property descriptions).
☒ Filing fee (see instructions for further explanation):
 o \$25 per *undivided* water right.
 o \$100 per *split* water right.
 o No fee is required for pending adjudication claims.
☐ If water right(s) are leased to the Water Supply Bank AND there are multiple owners, a Lessor Designation form is required.
☐ If water right(s) are leased to the Water Supply Bank, the individual owner or designated lessor must complete, sign and submit an IRS Form W-9.

SUPPORT DATA

IN FILE # 2-10422

8. Signature: [Signature] V.P. Midnight Sun, Inc. VIII 1/20/16
Signature of new owner/claimant Title, if applicable Date
- Signature: _____ _____ _____
Signature of new owner/claimant Title, if applicable Date

For IDWR Office Use Only:

Received by [Signature] Date 1/21/16 Receipt No. W043819 Receipt Amt. \$50⁰⁰

Active in the Water Supply Bank? Yes ☒ No ☐ If yes, forward to the State Office for processing W-9 received? Yes ☐ No ☒

Name on W-9 X Approved by _____ Processed by [Signature] Date 1-29-16

1. 11/20/15
2. 11/20/15
3. 11/20/15

SPECIAL WARRANTY DEED FOR WATER RIGHTS

Idaho Water Company, LLC, an Idaho limited liability company, whose address is 1135 Valley Rd. So. Eden, Idaho 83325 (Grantor), does hereby grant, bargain, sell, assign, and convey unto Midnight Sun, Inc. VIII, a Delaware limited liability company, whose address is c/o Charles W. Bryan, Jr., UBS AgriVest LLC, 1314 12th Ave. South, Suite 5, Nampa, Idaho 83651 (Grantee) and to Grantee's successors and assigns forever, all of Grantor's right, title and interest in the water rights or portions thereof described in Exhibit A hereto (collectively the "Water Rights").

Grantor hereby covenants and warrants to Grantee as follows:

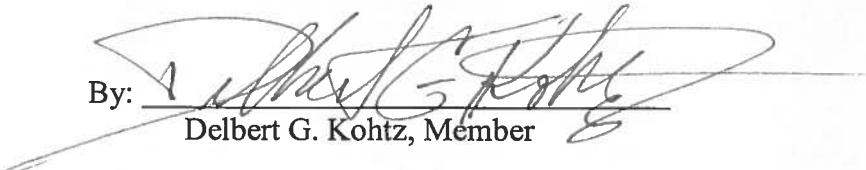
- (A) Grantor is the owner of the Water Rights;
- (B) Grantor has not conveyed any of the Water Rights to anyone other than Grantee;
- (C) The Water Rights are free from all liens, claims, or encumbrances; and
- (D) Grantor has the authority to convey the Water Rights to Grantee.

Grantor makes no other covenants or warranties as to the Water Rights.

IN WITNESS WHEREOF, the undersigned authorized officer of Grantor, acting on behalf of Grantor, has caused his name to be hereunto subscribed.

DATED this 12/4/15 day of December, 2015.

IDAHO WATER COMPANY, LLC

By: 

Delbert G. Kohtz, Member

Instrument # 288433

MURPHY, OWYHEE, IDAHO

12-9-2015 01:20:04 PM No. of Pages: 4

Recorded for : GIVENS PURSLEY LLP

ANGELA BARKELL

Ex-Officio Recorder Deputy 

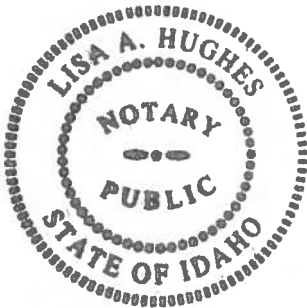
Index to: DEED, WARRANTY

Fee: \$9.00

STATE OF IDAHO)
County of Ada)

On this 4th day of December, 2015, before me, a Notary Public for said County and State, personally appeared DELBERT G. KOHTZ, known or identified to me, to be the member of the limited liability company of IDAHO WATER COMPANY, LLC, who subscribed said limited liability company name to the foregoing instrument, and acknowledged to me that he executed the same in said limited liability company name.

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



Lisa A. Hughes
Notary Public for Idaho
Residing at Boise
My commission expires: 3.22.2019

EXHIBIT A WATER RIGHTS DESCRIPTION

WATER RIGHT NO. 2-10510

As Modified by Transfer No. 79727

Priority Date: 7/30/1969

Source: SNAKE RIVER

Tributary: COLUMBIA RIVER

BENEFICIAL USE
IRRIGATION

From
03/01

To
10/31

Diversion Rate
0.500 cfs
0.500 cfs

LOCATION OF POINT(S) OF DIVERSION

SNAKE RIVER

L8 (SESE)

Sec 4 Twp 06S Rge 08E OWYHEE County

PLACE OF USE: IRRIGATION

Twp	Rng	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
06S	08E	4																	160.0
06S	08E	5						44.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	444.0
06S	08E	6	44.0			40.0													84.0
06S	08E	7			40.0	40.0					40.0			140.0	40.0	40.0	40.0	40.0	320.0
06S	08E	8	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	640.0
06S	08E	9	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	640.0
06S	08E	10									40.0	40.0	40.0	40.0			40.0	40.0	280.0
06S	08E	15				40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0					320.0
06S	08E	16	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	640.0
06S	08E	17	40.0	40.0	40.0	40.0	40.0		40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	600.0

Right Acre Limit: 20.0
POU Total Acres: 4128.0

CONDITIONS OF APPROVAL

- The right holder shall accomplish the change authorized by this transfer within one year of the date of this approval.
- Failure of the right holder to comply with the conditions of this transfer is cause for the Director to rescind approval of the transfer.
- Pursuant to Section 42-1412(6), Idaho Code, this water right is subject to such general provisions necessary for the definition of the rights or for the efficient administration of water rights as may be determined by the Snake River Basin Adjudication court at a point in time no later than the entry of the final unified decree.
- This right is limited to the irrigation of 20 acres within the authorized place of use in a single irrigation season.
- Rights 2-2260, 2-7019B, 2-7019D, 2-7022B, 2-7023B, 2-7102B, 2-10422 and 2-10510 when combined shall not exceed a total annual irrigation of 911 acres.
- This right when combined with all other rights shall provide no more than 0.02 cfs per acre nor more than 4.5 afa per acre at the field headgate for irrigation of the place of use.
- The period of use for the irrigation described in this approval may be extended to an ending date of 11/15 provided that beneficial use of the water can be shown and other elements of the right are not exceeded. The use of water after 10/31 is subordinate to all water rights having no subordinated early or late irrigation use and a priority date earlier than 6/8/2009.
- Use of water under this right will be regulated by a watermaster with responsibility for the distribution of water among appropriators within a water district. At the time of this approval, this water right is within State Water District No. 2.
- The right holder shall maintain a measuring device and lockable controlling works of a type approved by the Department in a manner that will provide the watermaster suitable control of the diversion(s).
- Rights 2-2260, 2-7019B, 2-7019D, 2-7022B, 2-7023B and 2-7102B are diverted through point of diversion described above.

WATER RIGHT NO. 2-10422
As Modified by Transfer No. 79727

Priority Date: 7/30/1969

Source: SNAKE RIVER

Tributary: COLUMBIA RIVER

BENEFICIAL USE
IRRIGATION

From
03/01

To
10/31

Diversion Rate
1.820 cfs
1.820 cfs

LOCATION OF POINT(S) OF DIVERSION

SNAKE RIVER

L8 (SESE)

Sec 4 Twp 06S Rge 08E OWYHEE County

PLACE OF USE: IRRIGATION

Twp	Rng	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
06S	08E	4									40.0	40.0	40.0					40.0	160.0
06S	08E	5					44.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	444.0
06S	08E	6	44.0			40.0													84.0
06S	08E	7			40.0	40.0					40.0			40.0	40.0	40.0	40.0	40.0	320.0
06S	08E	8	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	540.0
06S	08E	9	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	540.0
06S	08E	10									40.0	40.0	40.0	40.0					200.0
06S	08E	15					40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0					320.0
06S	08E	16	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	640.0
06S	08E	17	40.0	40.0	40.0	40.0	40.0	40.0		40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	600.0

Right Acre Limit: 91.0
POU Total Acres: 4128.0

CONDITIONS OF APPROVAL

- The right holder shall accomplish the change authorized by this transfer within one year of the date of this approval.
- Failure of the right holder to comply with the conditions of this transfer is cause for the Director to rescind approval of the transfer.
- Pursuant to Section 42-1412(6), Idaho Code, this water right is subject to such general provisions necessary for the definition of the rights or for the efficient administration of water rights as may be determined by the Snake River Basin Adjudication court at a point in time no later than the entry of the final unified decree.
- This right is limited to the irrigation of 91 acres within the authorized place of use in a single irrigation season.
- Rights 2-2260, 2-7019B, 2-7019D, 2-7022B, 2-7023B, 2-7102B, 2-10422 and 2-10510 when combined shall not exceed a total annual irrigation of 911 acres.
- This right when combined with all other rights shall provide no more than 0.02 cfs per acre nor more than 4.5 afa per acre at the field headgate for irrigation of the place of use.
- The period of use for the irrigation described in this approval may be extended to an ending date of 11/15 provided that beneficial use of the water can be shown and other elements of the right are not exceeded. The use of water after 10/31 is subordinate to all water rights having no subordinated early or late irrigation use and a priority date earlier than 6/9/2009.
- Use of water under this right will be regulated by a watermaster with responsibility for the distribution of water among appropriators within a water district. At the time of this approval, this water right is within State Water District No. 2.
- The right holder shall maintain a measuring device and lockable controlling works of a type approved by the Department in a manner that will provide the watermaster suitable control of the diversion(s).
- The approval of Transfer No. 79727 redefines all of the elements of this water right, and the new use of water authorized by this approval shall constitute the full extent of the right.
- Rights 2-2260, 2-7019B, 2-7019D, 2-7022B, 2-7023B and 2-7102B are diverted through point of diversion described above.

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES

Amended TRANSFER OF WATER RIGHT Amended
TRANSFER NO. 79727

This is to certify that: IDAHO WATER CO LLC
C/O DEL KOHTZ
1135 VALLEY RD S
EDEN, ID 83325

has requested a change to the water right(s) listed below. This change in water right(s) is authorized pursuant to the provisions of Section 42-222, Idaho Code. A summary of the changes is also listed below. The authorized change for each affected water right, including conditions of approval, is shown on the following pages of this document.

Summary of Water Rights Before the Proposed Changes

<u>Water Right</u>	<u>Origin/Basis</u>	<u>Priority Date</u>	<u>Diversion Rate</u>	<u>Diversion Volume</u>	<u>Acre Limit</u>	<u>Total Acres</u>	<u>Source</u>
2-10420	WR/DECREED	7/30/1969	1.740 cfs	N/A	N/A	69.0	SNAKE RIVER
2-10422	WR/DECREED	7/30/1969	2.000 cfs	N/A	N/A	100.0	SNAKE RIVER

Purpose of Transfer (Changes Proposed)

<u>Current Number</u>	<u>Split</u>	<u>POD</u>	<u>POU</u>	<u>Add POD</u>	<u>Period of Use</u>	<u>Nature of Use</u>
2-10420	YES	YES	YES	NO	NO	NO
2-10422	NO	YES	YES	NO	NO	NO

Summary Of Water Rights After the Approved Change

<u>Existing Right</u>	<u>New No. (Changed Portion)</u>	<u>Transfer Rate</u>	<u>Transfer Volume</u>	<u>Acre Limit</u>	<u>Total Acres</u>	<u>New No. (remaining portion)</u>	<u>Remaining Rate</u>	<u>Remaining Volume</u>	<u>Remaining Acre Limit</u>	<u>Remaining Total Acres</u>
2-10420	2-10510	0.500 cfs	N/A	20.0	4128.0	2-10420	1.240 cfs	N/A	N/A	49.0
2-10422	2-10422	1.820 cfs	N/A	91.0	4128.0	N/A	N/A	N/A	N/A	N/A
COMBINED TOTALS		2.320 cfs	N/A	111.0	4128.0		N/A	N/A	N/A	N/A

This water right(s) is subject to all prior water rights and shall be administered in accordance with Idaho law and applicable rules of the Department of Water Resources. Detailed Water Right Description(s) attached.

Dated this 1st day of December, 2015.



Chief, Water Allocation Bureau

SUPPORT DATA

IN FILE # 2-10420

Transfer No. 79727

Amended

WATER RIGHT NO. 2-10420

As Modified by Transfer No. 79727

In accordance with the approval of Transfer No. 79727, Water Right No. 2-10420 is now described as follows:

Right Holder: MICHAEL B IHLE OR
LINDA M IHLE
625 S SCHOOL AVE
KUNA, ID 83634

Priority Date: 7/30/1969

Source: SNAKE RIVER

Tributary: COLUMBIA RIVER

BENEFICIAL USE
IRRIGATION

From 03/01 **To** 10/31 **Diversion Rate**
1.240 cfs
1.240 cfs

LOCATION OF POINT(S) OF DIVERSION

SNAKE RIVER L7 (SWSW) Sec 26 Twp 03S Rge 01E OWYHEE County

PLACE OF USE: IRRIGATION

			NE				NW				SW				SE				
Twp	Rng	Sec	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	Totals
04S	01E	1			12.0														12.0
04S	01E	12	24.0			2.0												11.0	37.0

POU Total Acres: 49.0

CONDITIONS OF APPROVAL

1. The right holder shall accomplish the change authorized by this transfer within one year of the date of this approval.
2. Failure of the right holder to comply with the conditions of this transfer is cause for the Director to rescind approval of the transfer.
3. Pursuant to Section 42-1412(6), Idaho Code, this water right is subject to such general provisions necessary for the definition of the rights or for the efficient administration of water rights as may be determined by the Snake River Basin Adjudication court at a point in time no later than the entry of the final unified decree.
4. The period of use for the irrigation described in this approval may be extended to an ending date of 11/15 provided that beneficial use of the water can be shown and other elements of the right are not exceeded. The use of water after 10/31 is subordinate to all water rights having no subordinated early or late irrigation use and a priority date earlier than 6/8/2009.

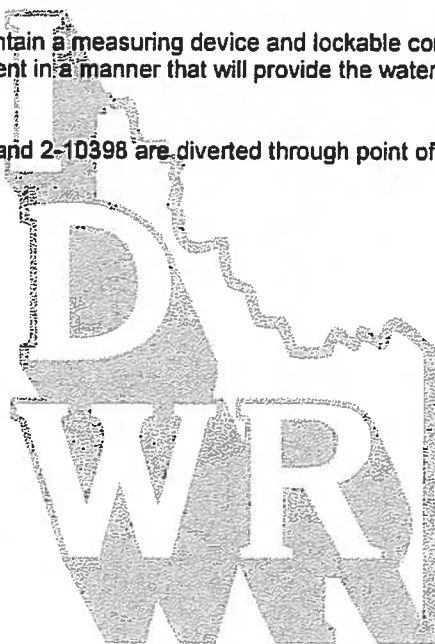
Transfer No. 79727

WATER RIGHT NO. 2-10420

As Modified by Transfer No. 79727

CONDITIONS OF APPROVAL

5. This right when combined with all other rights shall provide no more than 0.02 cfs per acre nor more than 4.5 afa per acre at the field headgate for irrigation of the place of use.
6. Use of water under this right will be regulated by a watermaster with responsibility for the distribution of water among appropriators within a water district. At the time of this approval, this water right is within State Water District No. 2.
7. The right holder shall maintain a measuring device and lockable controlling works of a type approved by the Department in a manner that will provide the watermaster suitable control of the diversion(s).
8. Rights 2-10420, 2-10395 and 2-10398 are diverted through point of diversion described above.



Amended

WATER RIGHT NO. 2-10510

As Modified by Transfer No. 79727

In accordance with the approval of Transfer No. 79727, Water Right No. 2-10510 is now described as follows:

Right Holder: MICHAEL B IHLI OR
LINDA M IHLI
625 S SCHOOL AVE
KUNA, ID 83634

Priority Date: 7/30/1969

Source: SNAKE RIVER

Tributary: COLUMBIA RIVER

BENEFICIAL USE
IRRIGATION

From
03/01

to 10/31

Diversion Rate
0.500 cfs
0.500 cfs

LOCATION OF POINT(S) OF DIVERSION

SNAKE RIVER

L8 (SESE)

Sec 4 Twp 06S Rge 08E OWYHEE County

PLACE OF USE: IRRIGATION

Twp	Rng	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
06S	08E	4									40.0	40.0	40.0				40.0		160.0
06S	08E	5					44.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	444.0
06S	08E	6	44.0			40.0													84.0
06S	08E	7			40.0	40.0				40.0				40.0	40.0	40.0	40.0	40.0	320.0
06S	08E	8	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	640.0
06S	08E	9	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	640.0
06S	08E	10							40.0		40.0	40.0	40.0	40.0		40.0	40.0		280.0
06S	08E	15					40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0					320.0
06S	08E	16	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	640.0
06S	08E	17	40.0	40.0	40.0	40.0	40.0	40.0		40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	600.0

Right Acre Limit: 20.0

POU Total Acres: 4128.0

CONDITIONS OF APPROVAL

1. The right holder shall accomplish the change authorized by this transfer within one year of the date of this approval.
2. Failure of the right holder to comply with the conditions of this transfer is cause for the Director to rescind approval of the transfer.

Transfer No. 79727

WATER RIGHT NO. 2-10510

As Modified by Transfer No. 79727

CONDITIONS OF APPROVAL

3. Pursuant to Section 42-1412(6), Idaho Code, this water right is subject to such general provisions necessary for the definition of the rights or for the efficient administration of water rights as may be determined by the Snake River Basin Adjudication court at a point in time no later than the entry of the final unified decree.
4. This right is limited to the irrigation of 20 acres within the authorized place of use in a single irrigation season.
5. Rights 2-2260, 2-7019B, 2-7019D, 2-7022B, 2-7023B, 2-7102B, 2-10422 and 2-10510 when combined shall not exceed a total annual irrigation of 911 acres.
6. This right when combined with all other rights shall provide no more than 0.02 cfs per acre nor more than 4.5 afa per acre at the field headgate for irrigation of the place of use.
7. The period of use for the irrigation described in this approval may be extended to an ending date of 11/15 provided that beneficial use of the water can be shown and other elements of the right are not exceeded. The use of water after 10/31 is subordinate to all water rights having no subordinated early or late irrigation use and a priority date earlier than 6/8/2009.
8. Use of water under this right will be regulated by a watermaster with responsibility for the distribution of water among appropriators within a water district. At the time of this approval, this water right is within State Water District No. 2.
9. The right holder shall maintain a measuring device and lockable controlling works of a type approved by the Department in a manner that will provide the watermaster suitable control of the diversion(s).
10. Rights 2-2260, 2-7019B, 2-7019D, 2-7022B, 2-7023B and 2-7102B are diverted through point of diversion described above.

Amended

WATER RIGHT NO. 2-10422**As Modified by Transfer No. 79727**

In accordance with the approval of Transfer No. 79727, Water Right No. 2-10422 is now described as follows:

Right Holder: MICHAEL B IHLE OR
LINDA M IHLE
625 S SCHOOL AVE
KUNA, ID 83634

Priority Date: 7/30/1969

Source: SNAKE RIVER

Tributary: COLUMBIA RIVER

BENEFICIAL USE
IRRIGATION

From 03/01 **To** 10/31 **Diversion Rate**
1.820 cfs
1.820 cfs

LOCATION OF POINT(S) OF DIVERSION

SNAKE RIVER L8 (SESE) Sec 4 Twp 06S Rge 08E Owyhee County

PLACE OF USE: IRRIGATION

Twp	Rng	Sec	NE				NW				SW				SE				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	
06S	08E	4										40.0	40.0	40.0			40.0		160.0
06S	08E	5						40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	444.0
06S	08E	6	44.0			40.0													84.0
06S	08E	7			40.0	40.0					40.0			40.0	40.0	40.0	40.0	40.0	320.0
06S	08E	8	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	640.0
06S	08E	9	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	640.0
06S	08E	10						40.0			40.0	40.0	40.0	40.0		40.0	40.0		280.0
06S	08E	15					40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0					320.0
06S	08E	16	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	640.0
06S	08E	17	40.0	40.0	40.0	40.0	40.0	40.0		40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	40.0	800.0

Right Acre Limit: 91.0

POU Total Acres: 4128.0

CONDITIONS OF APPROVAL

1. The right holder shall accomplish the change authorized by this transfer within one year of the date of this approval.
2. Failure of the right holder to comply with the conditions of this transfer is cause for the Director to rescind approval of the transfer.

Transfer No. 79727

WATER RIGHT NO. 2-10422

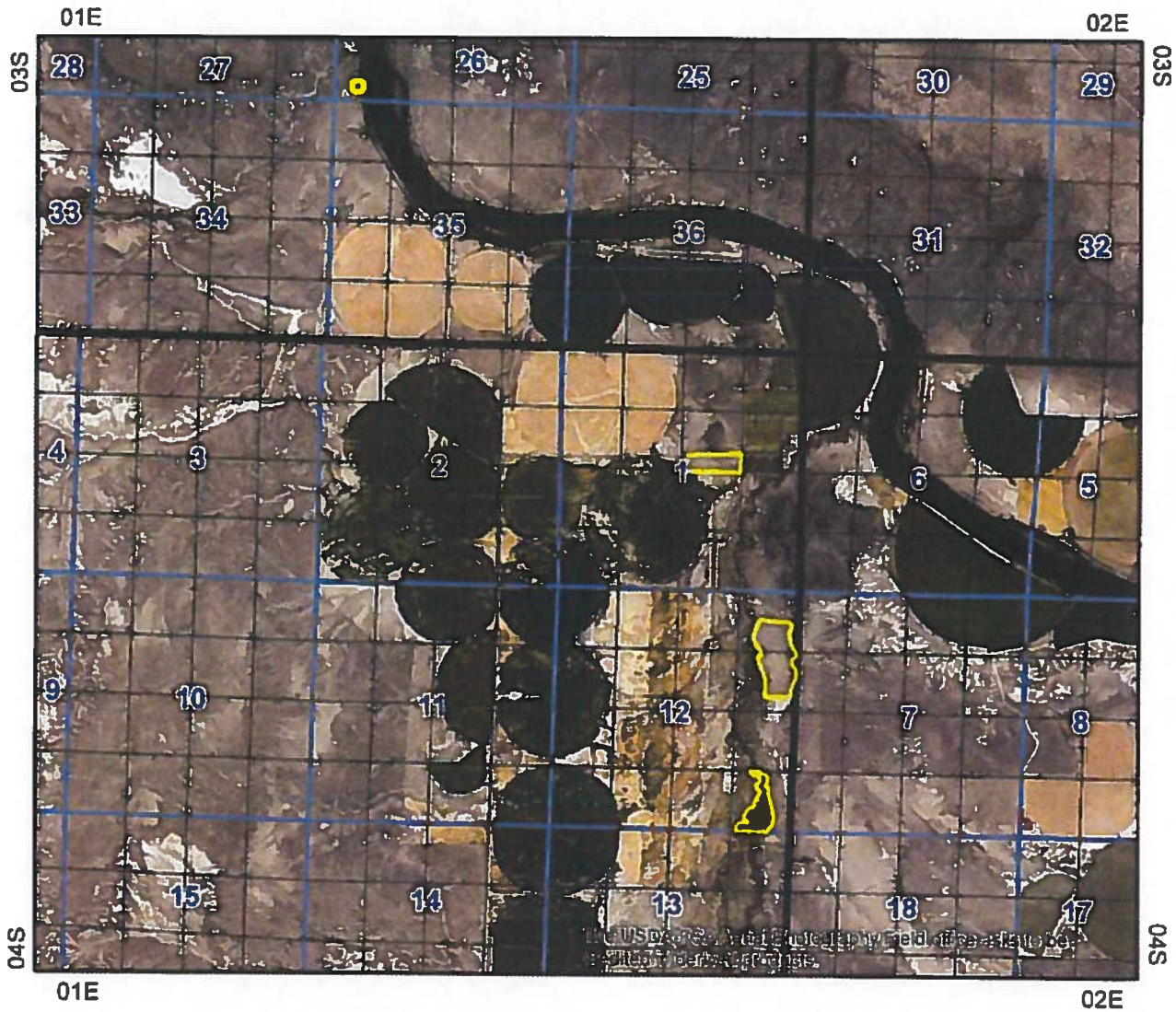
As Modified by Transfer No. 79727

CONDITIONS OF APPROVAL

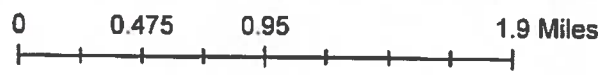
3. Pursuant to Section 42-1412(6), Idaho Code, this water right is subject to such general provisions necessary for the definition of the rights or for the efficient administration of water rights as may be determined by the Snake River Basin Adjudication court at a point in time no later than the entry of the final unified decree.
4. This right is limited to the irrigation of 91 acres within the authorized place of use in a single irrigation season.
5. Rights 2-2260, 2-7019B, 2-7019D, 2-7022B, 2-7023B, 2-7102B, 2-10422 and 2-10510 when combined shall not exceed a total annual irrigation of 911 acres.
6. This right when combined with all other rights shall provide no more than 0.02 cfs per acre nor more than 4.5 afa per acre at the field headgate for irrigation of the place of use.
7. The period of use for the irrigation described in this approval may be extended to an ending date of 11/15 provided that beneficial use of the water can be shown and other elements of the right are not exceeded. The use of water after 10/31 is subordinate to all water rights having no subordinated early or late irrigation use and a priority date earlier than 6/9/2009.
8. Use of water under this right will be regulated by a watermaster with responsibility for the distribution of water among appropriators within a water district. At the time of this approval, this water right is within State Water District No. 2.
9. The right holder shall maintain a measuring device and lockable controlling works of a type approved by the Department in a manner that will provide the watermaster suitable control of the diversion(s).
10. The approval of Transfer No. 79727 redefines all of the elements of this water right, and the new use of water authorized by this approval shall constitute the full extent of the right.
11. Rights 2-2260, 2-7019B, 2-7019D, 2-7022B, 2-7023B and 2-7102B are diverted through point of diversion described above.

State of Idaho
Department of Water Resources
Attachment to Transfer No. 79727
2-10420

This map depicts the IRRIGATION place of use boundary for this water right at the time of this approval and is attached to the approval document solely for illustrative purposes.

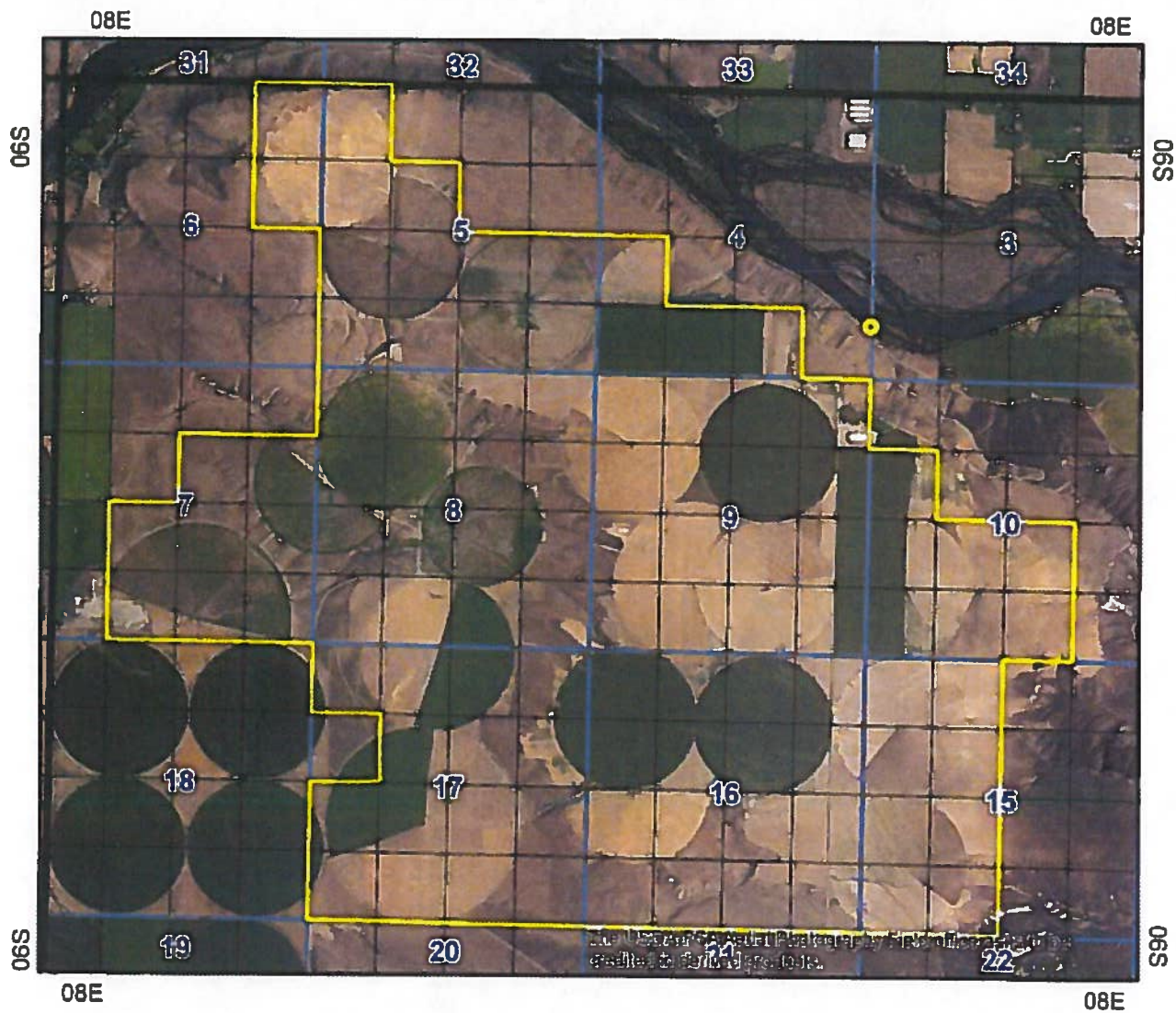


- Point of Diversion
- Place of Use Boundary
- Townships
- PLS Sections



State of Idaho
Department of Water Resources
Attachment to Transfer No. 79727
2-10422 and 2-10510

This map depicts the IRRIGATION place of use boundary for these water rights at the time of this approval and is attached to the approval document solely for illustrative purposes.



-  Point of Diversion
-  Place of Use Boundary
-  Townships
-  PLS Sections

0 0.4 0.8 1.6 Miles





State of Idaho

DEPARTMENT OF WATER RESOURCES

Western Region, 2735 Airport Way • Boise, Idaho 83705-5082

Phone: (208) 334-2190 • Fax: (208) 334-2348 • Web Site: www.idwr.idaho.gov

December 1, 2015

C. L. "BUTCH" OTTER
Governor

GARY SPACKMAN
Director

IDAHO WATER CO LLC
C/O DEL KOHTZ
1135 VALLEY RD S
EDEN ID 83325

Re: Transfer No: 79727
Water Right No(s): 2-10420, 2-10422

Amended Transfer Approval Notice

Dear Water Right Holder <and other Interested Persons>:

The Department of Water Resources has issued the enclosed approved Amended Transfer of Water Right(s). Please be sure to thoroughly review the conditions of approval and remarks listed on the approval document.

The Transfer of Water Right(s) is a PRELIMINARY ORDER issued by the Department pursuant to section 67-5243, Idaho Code. It can and will become a final order without further action by the Department unless the APPLICANT petitions for reconsideration or files an exception and/or brief within fourteen (14) days of the service date as described in the enclosed information sheet.

ANY PERSON aggrieved by any decision, determination, order or action of the Department and who has not previously been afforded an opportunity for a hearing on the matter may request a hearing pursuant to section 42-1701A(3), Idaho Code. A written petition contesting the action of the Department and requesting a hearing shall be filed within fifteen (15) days after receipt of the denial or conditional approval.

If the amended transfer approval includes a condition requiring measuring and recording devices, such devices shall comply with specifications established by the Department. Detailed specifications are available on the Department's home page on the Internet, or you can request a copy by contacting any office of the Department. Please be sure to thoroughly review the specifications to avoid unnecessary costs for reinstallation or modification due to non-conforming or improperly installed devices.

Please note part or all of the water right (one or more rights might apply) in your approved transfer is leased to the Water Supply Bank (Bank). You may not use the right or portion of right leased to the Bank, even if the right is not rented from the Bank. To make the right available for your use, please submit a written request to the Department to change the lease. The Department will verify if the right is rented and not available for your use, or if the lease can be changed to allow your use of the right.

For more information about the Bank and the lease, please contact the Department as follows:

Water Supply Bank Coordinator
IDWR State Office
PO Box 83720
Boise, ID 83720-0098
(telephone 208-287-4800)

Also, please note that water right owners are required to report any change of water right ownership and/or mailing address to the Department within 120 days of the change. Failure to report these changes could result in a \$100 late filing fee. Contact any office of the Department or visit the Department's homepage on the Internet to obtain the proper forms and instructions.

If you have any questions, please contact me at (208)334-2190.

Sincerely,

A handwritten signature in black ink, appearing to read "Rachel Neely for:", is written over a large, stylized circular flourish.

Nick Miller
Western Region Manager

Enclosure

CERTIFICATE OF SERVICE

I hereby certify that on December 1, 2015 I mailed a true and correct copy, postage prepaid, of the foregoing AMENDED TRANSFER APPROVAL to the person(s) listed below:

**Re: Transfer No.: 79727
Water Right No(s): 2-10420, 2-10422**

**IDAHO WATER CO LLC
C/O DEL KOHTZ
1135 VALLEY RD S
EDEN ID 83325**

**GIVENS PURSLEY LLP
MICHAEL C CREAMER
PO BOX 2720
BOISE ID 83701-2720**

**SPF WATER ENGINEERING LLC
C/O ROXANNE BROWN
300 E MALLARD DR STE 350
BOISE ID 83706**

**CORBIN KNOWLES
WATERMASTER OF DISTRICT 2
IDWR STATE OFFICE
PO BOX 83720
BOISE ID 83720-008**

**WATER SUPPLY BANK COORDINATOR
IDWR STATE OFFICE
PO BOX 83720
BOISE ID 83720-0098**

**MICHAEL B IHLI
LINDA M IHLI
625 S SCHOOL AVE
KUNA ID 83634**

A handwritten signature in black ink, appearing to read 'Rachel Neely', with a long horizontal line extending to the right.

**Rachel Neely
Administrative Assistant**

EXPLANATORY INFORMATION TO ACCOMPANY A PRELIMINARY ORDER

(To be used in connection with actions when a hearing was not held)

(Required by Rule of Procedure 730.02)

The accompanying order or approved document is a "Preliminary Order" issued by the department pursuant to section 67-5243, Idaho Code. It can and will become a final order without further action of the Department of Water Resources ("department") unless a party petitions for reconsideration, files an exception and brief, or requests a hearing as further described below:

PETITION FOR RECONSIDERATION

Any party may file a petition for reconsideration of a preliminary order with the department within fourteen (14) days of the service date of this order. **Note: the petition must be received by the department within this fourteen (14) day period.** The department will act on a petition for reconsideration within twenty-one (21) days of its receipt, or the petition will be considered denied by operation of law. See Section 67-5243(3) Idaho Code.

EXCEPTIONS AND BRIEFS

Within fourteen (14) days after: (a) the service date of a preliminary order, (b) the service date of a denial of a petition for reconsideration from this preliminary order, or (c) the failure within twenty-one (21) days to grant or deny a petition for reconsideration from this preliminary order, any party may in writing support or take exceptions to any part of a preliminary order and may file briefs in support of the party's position on any issue in the proceeding with the Director. Otherwise, this preliminary order will become a final order of the agency.

REQUEST FOR HEARING

Unless a right to a hearing before the Department or the Water Resource Board is otherwise provided by statute, any person aggrieved by any final decision, determination, order or action of the Director of the Department and who has not previously been afforded an opportunity for a hearing on the matter may request a hearing pursuant to section 42-1701A(3), Idaho Code. A written petition contesting the action of the Director and requesting a hearing shall be filed within fifteen (15) days after receipt of the denial or conditional approval.

ORAL ARGUMENT

If the Director grants a petition to review the preliminary order, the Director shall allow all parties an opportunity to file briefs in support of or taking exceptions to the preliminary order and may schedule oral argument in the matter before issuing a final order. If oral arguments are to be heard, the Director will within a reasonable time period notify each party of the place, date and hour for the argument of the case. Unless the Director orders otherwise, all oral arguments will be heard in Boise, Idaho.

CERTIFICATE OF SERVICE

All exceptions, briefs, requests for oral argument and any other matters filed with the Director in connection with the preliminary order shall be served on all other parties to the proceedings in accordance with IDAPA Rules 37.01.01302 and 37.01.01303 (Rules of Procedure 302 and 303).

FINAL ORDER

The Director will issue a final order within fifty-six (56) days of receipt of the written briefs, oral argument or response to briefs, whichever is later, unless waived by the parties or for good cause shown. The Director may remand the matter for further evidentiary hearings if further factual development of the record is necessary before issuing a final order. The department will serve a copy of the final order on all parties of record.

Section 67-5246(5), Idaho Code, provides as follows:

Unless a different date is stated in a final order, the order is effective fourteen (14) days after its service date if a party has not filed a petition for reconsideration. If a party has filed a petition for reconsideration with the agency head, the final order becomes effective when:

- (a) The petition for reconsideration is disposed of; or
- (b) The petition is deemed denied because the agency head did not dispose of the petition within twenty-one (21) days.

APPEAL OF FINAL ORDER TO DISTRICT COURT

Pursuant to sections 67-5270 and 67-5272, Idaho Code, if this preliminary order becomes final, any party aggrieved by the final order or orders previously issued in this case may appeal the final order and all previously issued orders in this case to district court by filing a petition in the district court of the county in which:

- i. A hearing was held,
- ii. The final agency action was taken,
- iii. The party seeking review of the order resides, or
- iv. The real property or personal property that was the subject of the agency action is located.

The appeal must be filed within twenty-eight (28) days of this preliminary order becoming final. See section 67-5273, Idaho Code. The filing of an appeal to district court does not itself stay the effectiveness or enforcement of the order under appeal.

EXHIBIT A

MIDNIGHT SUN, INC. VIII
LEGAL DESCRIPTION

Legal Description

Tract I:

In Township 6 South, Range 8 East, Boise Meridian, Owyhee County, Idaho

Section 4: West Half of the Southwest Quarter, Southeast Quarter of the Southwest Quarter, Southwest Quarter of the Southeast Quarter

Section 5: Government Lot 4, South Half of the Northwest Quarter, South Half

Section 6: Government Lot 1, Southeast Quarter of the Northeast Quarter

Section 7: South Half of the Northeast Quarter, Southeast Quarter, East Half of the Southwest Quarter

Section 8: All

Section 9: South Half, Northwest Quarter, South Half of the Northeast Quarter, Northwest Quarter of the Northeast Quarter, West Half of the Northeast Quarter of the Northeast Quarter, Northeast Quarter of the Northeast Quarter of the Northeast Quarter

Section 10: Southwest Quarter of the Northwest Quarter, Southwest Quarter, West Half of the Southeast Quarter

Section 15: West Half

Section 16: All

Section 17: East Half, Southwest Quarter of the Northwest Quarter less the westerly 330 feet, Northeast Quarter of the Northwest Quarter, Northwest Quarter of the Northwest Quarter less the westerly 330 feet, Southeast Quarter of the Northwest Quarter, East Half of the Southwest Quarter and the West Half of the Southwest Quarter less the westerly 330 feet.

Tract II:

In Township 6 South, Range 8 East, Boise Meridian, Owyhee County, Idaho

Section 9: Southeast Quarter of the Northeast Quarter of the Northeast Quarter

Tract III:

A parcel of land in the North Half of the Northwest Quarter of Section 10, Township 6 South, Range 8 East, Boise Meridian, Owyhee County, Idaho, more particularly described as follows:

Commencing at the quarter corner common to Sections 9 and 10, Township 6 South, Range 8 East, Boise Meridian;

thence North 0°03' West a distance of 1320 feet to the REAL POINT OF BEGINNING;

thence North 0°03' West a distance of 731.8 feet to a point;

thence South 77°55'30" East a distance of 731.7 feet to a point;

thence South 61°48'30" East a distance of 681.9 feet to a point;

thence South 81°42' East a distance of 331.9 feet to a point;

thence South 48°51' East a distance of 67.5 feet to a point;

thence South 0°21' East a distance of 162.2 feet to a point;

thence South 89°54' West a distance of 1694.9 feet to the REAL POINT OF BEGINNING.



State of Idaho

DEPARTMENT OF WATER RESOURCES

322 East Front Street • P.O. Box 83720 • Boise, Idaho 83720-0098

Phone: (208) 287-4800 • Fax: (208) 287-6700 • Web Site: www.idwr.idaho.gov

GARY SPACKMAN
Director

C.L. "BUTCH" OTTER
Governor

January 29, 2016

MIDNIGHT SUN INC VIII
PO BOX 53
NAMPA ID 83651

Re: Change of Ownership for Water Right/Permit No(s): 2-10422 and 2-10510

Dear Water Right Holder(s):

The Department acknowledges the receipt of correspondence changing ownership of the above referenced water right(s) to you. The Department has modified its records to reflect this change in ownership and has enclosed a computer-generated report for your records.

Updating the ownership record for a water right does not reconfirm the validity of the right. When processing an ownership change notice, the department does not review the history of water use to determine if the right has been forfeited through five years or more of non-use. To read more about water right forfeiture, including how to protect a water right from forfeiture, please see § 42-222 and §42-223, Idaho.

Please note, water right(s) 2-10422 and 2-10510 were leased to the Water Supply Bank in 2014. In accordance with the bank lease acceptance, the lessor/current right holder (right holder) may not use the right(s) while it is in the bank, even if the right(s) is not rented from the bank. The right(s) will remain in the bank until December 31, 2016 unless released earlier by the Water Resource Board or upon request by the right holder. To reduce the term of the lease, the right holder must submit a written request to the department. The department will verify if the right is rented or available for release, and notify the right holder of the release date. I have enclosed two Request to Release Water Rights from the Bank forms for your convenience.

Also note that as of July 1, 1996, water right owners are required to report any change of water right ownership and any change of mailing address of the owner of a water right, to the Department. Notice of the change must be provided to the Department within 120 days of the change. Change reporting forms are available from any office of the Department, or at www.idwr.idaho.gov.

If you have any questions concerning the enclosed information, please feel free to contact me at (208) 287-4942.

Sincerely,

Jean Hersley
Technical Records Specialist II

Enclosure(s)