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JAN 20 2015

DEPARTMENT OF
WATER RESOURCESSTATE OF IDAHO
DEPARTMENT OF WATER RESOURCES

Notice of Change in Water Right Ownership

1. List the numbers of all water rights and/or adjudication claim records to be changed. If you only acquired a portion of the water right or adjudication claim, check "Yes" in the "Split?" column.

Water Right/Claim No.	Split?	Water Right/Claim No.	Split?	Water Right/Claim No.	Split?
71-02014	Yes ☐		Yes ☐		Yes ☐
71-10762	Yes ☐		Yes ☐		Yes ☐
	Yes ☐		Yes ☐		Yes ☐
	Yes ☐		Yes ☐		Yes ☐
	Yes ☐		Yes ☐		Yes ☐

2. Previous Owner's Name: William H. Vanderbilt and Ann S. Vanderbilt
Name of current water right holder/claimant
3. New Owner(s)/Claimant(s): Defiance Investments, LP
New owner(s) as listed on the conveyance document Name connector ☐ and ☐ or ☐ and/or
- 200 Burrard Street Suite 700 Vancouver BC V6C 3L6
Mailing address City State ZIP
- 604-697-6068 or 604 697 7410 * rdishow@haywood.com
Telephone * main phone 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: 8/1/2014
6. If the water right described herein has been rented from the Water Supply Bank, rental proceeds will be disbursed in the following manner regardless of any arrangements between the buyer(s) and seller(s) to the contrary:
- Rental payments will go to the lessor(s) of record at the beginning of the rental season.
 - If a change in ownership is processed by the Department during a rental season, rental payment will be made to the person or entity who is the lessor of record at the beginning of that rental season.
 - New lessor(s) of record will receive payment after the following rental season.
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):
 - \$25 per *undivided* water right.
 - \$100 per *split* water right.
 - No fee is required for pending adjudication claims.

SUPPORT DATA

IN FILE # 71-2014

8. Signature: R. Disbrow Authorized Signator January 16 2015
Signature of new owner/claimant Title, if applicable Date
- Signature: _____ Title, if applicable Date

For IDWR Office Use Only:

Received by J. Strange Date 1-20-2015 Receipt No. C099829 Receipt Amt. 50.00
 Approved by _____ Processed by [signature] Date 1-22-15 wa yes Robert Disbrow

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DEPARTMENT OF
WATER RESOURCES



File No.: 1418865

QUIT CLAIM DEED

THIS INDENTURE, Made this July 31, 2014 between William H. Vanderbilt and Ann S. Vanderbilt, husband and wife, as Grantor and Defiance Investments, LP, a British Columbia limited partnership, as Grantee whose current address is ~~Suite 900-4720 Kingsway, Burnaby, BC V5H 4N2.~~

200 Burrard Street, Suite 700 Vancouver, BC V6C 3L6

WITNESSETH That said Grantor for and in consideration in lawful money of the United States of America, in hand paid by the Grantee, the receipt whereof is hereby acknowledged, does by these premises remise, release and forever QUITCLAIM, unto the said Grantee and to its heirs and assigns the following described water rights:

Water Right 71-02014

Water Right 71-10762

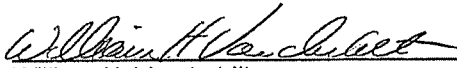
Said water rights are appurtenant to the property described herein.

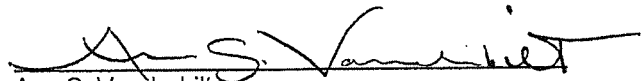
SEE EXHIBIT "A" ATTACHED HERETO

TOGETHER With all and singular the tenements, hereditaments and appurtenances thereunto belonging or in anywise appertaining, the reversion and reversions, remainder and remainders, rents, issues and profits thereof.

TO HAVE AND TO HOLD, All and singular the said premises, together with the appurtenances, unto the Grantee and to its heirs and assigns forever.

IN WITNESS WHEREOF, The said Grantor has hereunto set its hand and seal the day and year first above written.

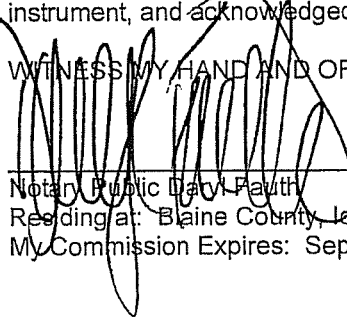

William H. Vanderbilt


Ann S. Vanderbilt

State of Idaho
County of Blaine

On this 31st day of July, 2014, before me, the undersigned, a Notary Public, in and for said State, personally appeared William H. Vanderbilt and Ann s. Vanderbilt, known to me, and/or identified to me on the basis of satisfactory evidence, to be the person(s) whose name(s) is/are subscribed to the within instrument, and acknowledged to me that he/she/they executed the same.

WITNESS MY HAND AND OFFICIAL SEAL



Notary Public Daryl Fauth
Residing at: Blaine County, Idaho
My Commission Expires: September 24, 2018

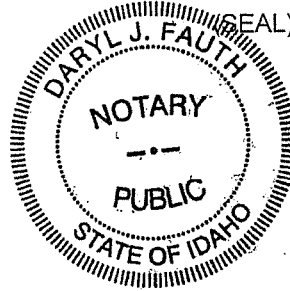


EXHIBIT "A"
LEGAL DESCRIPTION

Township 8 North, Range 14 East of the Boise Meridian, Custer County, Idaho.

Section 9: SE1/4

Also a fraction of the S1/2NE1/4 said Section 9, described as follows:

Commencing at the Northeast corner of said Section 9; thence

South 0°02' East along the East boundary of said Section 9 a distance of 2,382.22 feet to the TRUE POINT OF BEGINNING; thence

West 577.83 feet, more or less along the South boundary of the land described in the deed from Stanley Basin Corporation, an Idaho corporation, to Stanley B. Mitchell, et.ux., recorded March 20, 1970, as Instrument No. 128250, to the Southeast corner of Lot 23 of White Cloud Subdivision as shown by the official plat on record with the Custer County Recorder, records of Custer County, Idaho; thence South 89°42'10" West, 1,301.07 feet to the Southwest corner of said subdivision; thence

South 1°56' East 250 feet, more or less to the North boundary of the Southeast quarter of said Section 9; thence

East along the North boundary of said Southeast quarter a distance of 1,890 feet, more or less, to the East quarter corner of said Section 9; thence

North 0°02' West 270 feet, more or less to the TRUE POINT OF BEGINNING.

Section 10: SW1/4



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 22, 2015

DEFIANCE INVESTMENTS LP
200 BURRARD ST STE 700
VANCOUVER BC V6C 3L6

Re: Change of Ownership for Water Right Permit No(s): 71-2014 and 71-10762

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.

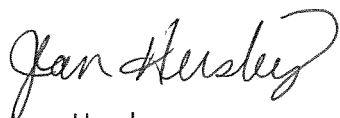
A portion of water right(s) 71-2014 and 71-10762 were leased to the Water Supply Bank (bank) on May 1, 2009. To date, part of the right(s) appurtenant to 2.90 cubic feet per second (cfs) and 43.1 acres (14.2 acres in the NESE, 6.4 acres in the NWSE, 12.0 acres in the SWSE and 10.5 acres in the SESE Section 09, T8N, R14E) remain leased to the bank. 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. This portion will remain in the bank until November 1, 2028 unless the right(s) are released earlier by the Idaho 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.

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 Code.

Please 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.

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

Sincerely,

A handwritten signature in black ink, appearing to read "Jean Hersley". The signature is fluid and cursive, with a large, sweeping initial "J".

Jean Hersley

Technical Records Specialist II

Enclosure(s)

DEFIANCE INVESTMENTS, LP

ATTN: ROBERT DISBROW

700-200 BURRARD STREET

VANCOUVER, BC V6C 3L6

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JAN 20 2015

**DEPARTMENT OF
WATER RESOURCES**

State of Idaho

Department of Water Resources

Attn: Clay Webster

322 Front Street East

Boise Idaho 83720-0098

Dear Mr. Webster

Ref Water Right No's 71-2014 and 71-10762

We have enclosed the notice of change in Water Right Ownership with the Quit Claim Deed, payment of \$50.00 and the W-9 form.

We also wish to continue the rental of the water rights leased to the water supply bank.

Please contact Alison Lam at 604 697 7402 or alam@haywood.com if you require additional assistance.

Thank you and kind regards,



Robert Disbrow,

Defiance Investments, LP