



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

April 23, 2014

THE LONEHILL FUND, LP A DELAWARE LIMITED PARTNERSHIP
C/O SANDTON CAPITAL PARTNERS LP
ATTN: THOMAS WOOD
25 WEST 45TH ST STE 1205
NEW YORK NY 10036

RE: Notice of Security Interest for Water Right/Permit No(s): See attached sheet

Dear Party Holding Security Interest:

The Department of Water Resources acknowledges receipt of correspondence adding security interest of the above referenced water right(s) to you. The department has modified its records to reflect the change in security interest and has enclosed a computer-generated report for your records.

The security interest was not added to the following water rights: 36-2575B, 36-2726D, 36-7290, 36-8169, 36-8418, 36-10685, 36-10686, 36-14657, 36-15256D, 36-16287F and 36-16763. The deeds provided did not cover the place of use on these water rights.

These water rights: 36-8179, 36-11075, 36-11076, 36-14430, 36-16287, 36-16446 and 36-16448 are parent rights. They were split into other water rights and are no longer valid.

Water rights 36-10488, 36-10636, 36-16897 and 36-16896 were not on the original list but are included in the land description on the Assignment of Mortgage, Exhibit A. The security interest was added to these rights.

The Security Interest was not added to 14 water rights. A refund of \$350 will be sent to you under separate cover from the Idaho State Controller.

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 Sections 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 online www.idwr.idaho.gov.

Please feel free to contact this office if you have any questions regarding this matter.

Sincerely,



Jean Hersley
Technical Records Specialist II

Enclosure

c: Aardema Dairy LP
Aardema Farms LP
Double A Dairy
Wells Fargo

Basin	Sequence	Status
36	2087 F	X
36	2113 F	X
36	2161 F	X
36	2242	X
36	2289 H	X
36	2311 F	X
36	2412 D	X
36	2412 A	X
36	2500 F	X
36	2519	X
36	2575 B	NO
36	2586 B	X
36	2614 F	X
36	2719	X
36	2726 D	NO
36	4002	X
36	7049	X
36	7215	X
36	7250	X
36	7290	NO
36	7307 F	X
36	7329	X
36	7362 F	X
36	7477 F	X
36	7606 F	X
36	7734	X
36	7779 F	X
36	7832 F	X
36	8169	NO
36	8179	NO-PARENT
36	8418	NO
36	8517	X
36	10225 F	X
36	10685	NO
36	10686	NO
36	11074	X
36	11075	PARENT
36	11075 A	X
36	11076	PARENT
36	11076 A	X
36	14031	X
36	14035 B	X
36	14106	X
36	14166	X
36	14430	PARENT
36	14492	X
36	14657	NO
36	14960	X
36	15000	X
36	15110	X
36	15111	X
36	15169 F	X
36	15256 D	NO
36	15256 C	X

Basin	Sequence	Status
36	15557	X
36	15559	X
36	15561	XX
36	15563	X
36	16257	X
36	16259	X
36	16261	X
36	16263	X
36	16265	X
36	16267	X
36	16269	X
36	16271	X
36	16273	X
36	16275	X
36	16277	X
36	16279	X
36	16283	X
36	16285	X
36	16287	PARENT
36	16287 F	NO SUCH #
36	16446	PARENT
36	16447	X
36	16448	PARENT
36	16449	X
36	16762	X
36	16763	NO
37	2527 B	X
37	2592 D	X
37	2592 F	X
37	7533 B	X
37	8908	X
37	8909	X
37	22606	X
37	22607	X
37	22608	X
37	22609	X
37	22610	X
37	22611	X
37	22612	X
37	22613	X
37	22614	X
37	22615	X
37	22616	X
37	22617	X

Listed as Basin 36, changed to Basin 37

X- Security Interest added

NO- not added

PARENT- not added

NO SUCH #- not added

Added but not included: 36-10488

36-10636, 36-16894, 36-16896