

ZIONS BANK®

September 19, 2013

ATT: Jonie Barg
Idaho Department of Water Resources
900 N. Skyline Dr., Suite A
Idaho Falls, ID 83402-1718

RE: 2M Brand, LLC

RECEIVED
SEP 20 2013
Department of Water Resources
Eastern Region

Dear Jonie:

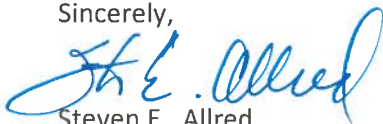
In reference to your letter dated 8/14/13 concerning water right transfers and security interests pertaining to 2M Brand, LLC, I believe that the enclosed documents should satisfy your concerns.

Enclosed are the following forms to execute:

1. Transfer of Water Right 15-7347 via two executed Notices of Change in Water Right Ownership:
 - a. From Lawrence Victor Riches Jr. to Peoa River Valley Ranch, LLC (supported by the enclosed copy of a recorded Quit Claim Deed). Personal \$25 check enclosed from Peoa River Valley Ranch.
 - b. From Peoa River Valley Ranch, LLC to add 2M Brand, LLC as a 50% shared owner (supported by the enclosed copies of Warranty Deed and Bill of Sale). Since this is a 50% split, the \$100 fee is part of an enclosed Zions Bank cashier's check.
2. Transfer of Water Right 15-7355 via executed Notice of Change in Water Right Ownership from Peoa River Valley Land Ranch, LLC & Triple R Development, LLC to 2M Brand, LLC (supported by the enclosed copies of the Warranty Deed as described under "All other remaining water rights appurtenant to the property are included."). The remaining \$25 of the enclosed Zions Bank cashier's check is dedicated to this transfer fee.
3. Notice of Security Interest in a Water Right on 15-7347 and 15-7355 (NO ACTION NECESSARY)
 - a. Attached is a corrected notice for your records since you have already entered our security interest on both of the above water rights.
 - b. To support the corrected notice, enclosed are copies of the original and modified mortgages reflecting the deletion of the two incorrect water rights. There is also an additional 3rd mortgage included. The two modifications and the 3rd mortgage reflect the correct two water rights and support the security interest position that you have already granted to Zions Bank.
 - c. Since the security interest has already been granted, this information is just for your reference only.
4. As of yet, I have not received the \$50.00 refund that was referenced in your letter. Please confirm this matter and send to my attention.

Thank you for your assistance in understanding what needed to be done to complete this process. Please give me a call at 847-1531 if you have any additional questions.

Sincerely,



Steven E. Allred
Vice President & Manager
Bear Lake Valley Financial Center