

**STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES
WATER SUPPLY BANK LEASE ACCEPTANCE**

This is to certify that: PEP LLC
1356 S 3000 W
ABERDEEN ID 83210
(208) 397-4698

has requested to lease the water right(s) listed below to the Water Supply Bank ("Bank"). The Idaho Water Resource Board ("Board") being authorized to operate a bank and to contract by and through the Director of the Idaho Department of Water Resources ("Director", "Department") the acquisition of water rights for the Board's Bank, agrees to lease the water right to the Bank as follows:

Summary of Water Rights or Portions Leased to the Bank

Water Right	Lease Rate	Lease Volume	Acre Limit	Total Leased Acres
35-7246B	0.43 CFS	148.0 AF	N/A	37.0 AC
35-7246C	0.51 CFS	165.6 AF	N/A	41.4 AC
35-8864	0.43 CFS	110.0 AF	N/A	27.5 AC
COMBINED LEASE TOTALS:	1.37 CFS	423.6 AF	N/A	105.9 AC

TERM OF LEASE:

Lease Begin Date: May 7, 2009

Expiration Date: Indefinite

RENTAL AVAILABILITY:

Season of Use: 04/01 to 10/31

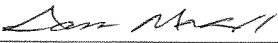
MINIMUM PAYMENT ACCEPTABLE:

Current Rental Rate

Detailed Lease Acceptance attached.

Dated this 15TH day of SEPTEMBER, 20 09

RELEASED
11-01-2010


FOR GARY SPACKMAN, Interim Director
Department of Water Resources

SCANNED
SEP 21 2009