

RECEIVED

FEB 12 2013

DEPARTMENT OF
WATER RESOURCESSTATE OF IDAHO
WATER RESOURCE BOARDWater Supply Bank No. _____
(For Department Use Only)APPLICATION TO SELL OR LEASE A WATER RIGHT
TO THE WATER SUPPLY BANKName of Seller/Lessor Northern Agriculture II LLC Phone _____Mailing address 1803 Woodfield Dr STE B Savoy, IL 61874 Email _____**A. DESCRIPTION OF WATER RIGHT, OR PORTION THEREOF, OFFERED TO THE BANK**

If the entire right is for sale or lease, show "ALL" below and skip the remainder of part A. Attach a copy of the water right report.

1. <u>Water Right Number</u>	<u>Amount (cfs/ac-ft)</u>	<u>Nature of Use</u>	<u>Period of Use</u>
<u>35-14056</u>	<u>ALL</u>	_____	_____ to _____
	_____	_____	_____ to _____
	_____	_____	_____ to _____

Total Amount: _____

2. Source of water _____ tributary to _____

3. Point(s) of Diversion:

Twp	Rge	Sec	Lot	¼	¼	¼	County

4. Lands irrigated or place of use:

Twp	Rge	Sec	NE ¼				NW ¼				SW ¼				SE ¼				Totals
			NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	NE	NW	SW	SE	

If the right is for irrigation, show total number of acres offered to the bank. **Total Acres** _____**B. OWNERSHIP**

1. Are you currently listed in IDWR's records as the owner of the water right being offered to the bank? Yes ☒ No ☐
 If no, provide documentation of your authority to sign on behalf of the right holder OR attach a Notice of Change in Water Right Ownership form along with the required documentation and fee.

2. Is the water right appurtenant to land subject to any liens, deeds of trust, mortgages, or contracts? Yes ☒ No ☐
 If yes, provide a notarized statement from the holder of the lien, deed of trust, mortgage or contract agreeing to the proposed changes and list name of entity: _____

C. GENERAL INFORMATION

1. Please provide a description of the current diversion system.

Existing wells, mainlines and irrigation systems

2. Describe any other water rights used for the same purpose or at the same place of use as described above.

35-14056, 35-7788B, 35-14058, 35-7788A, 35-7789

3. Will the present place of use continue to receive water from any source?

Yes ☒ No ☐

If yes, describe. Aberdeen Springfield Canal Shares

4. Has any portion of this water right undergone a period of five or more consecutive years of non-use?

Yes ☐ No ☒

If yes, describe and attach watermaster records or other evidence to demonstrate that the right has not been lost through abandonment or forfeiture pursuant to Section 42-222(2), Idaho Code.

5. Is this water right involved in any other Department process such as an application for transfer or a mitigation plan? Yes ☐ No ☒

If yes, describe.

D. SALE/LEASE AGREEMENT

1. Is the water right, or portion thereof, described above offered to the Idaho Water Resource Board for sale ☐ or lease ☒.

If Lease, for a period from 1/1/2013 to 12/31/2016 (not to exceed 5 years).
(Month / Day / Year) (Month / Day / Year)

2. Show the minimum payment acceptable to the Seller/Lessor. The minimum payment may be shown as the "current rental rate" as established by the Idaho Water Resource Board. Include the method of determining the minimum payment if other than the current rental rate. current rental rate

I hereby assert that the information contained in this application is true to the best of my knowledge, and that I have the authorities necessary to offer this right for sale or lease to the Idaho Water Resource Board.

The owner/lessor acknowledges the following:

1. Payment to the owner/lessor is contingent upon the sale or rental of the right from the bank.
2. While a right is in the bank, the owner/lessor of the right may not use the right even if the right is not rented from the bank.
3. A right accepted into the bank stays in the bank until the Board releases it or the lease term expires.
4. While a right is in the bank, forfeiture provisions are stayed.
5. Acceptance of a right into the bank does not, in itself, confirm the validity of the right or any elements of the water right.


Signature of Applicant

Carl Evers Agent
Printed Name and Title*

2/7/13
Date

Signature of Applicant

Printed Name and Title*

Date

*Please provide title of signatory if signing on behalf of a company or organization or with power of attorney

Mail to: Idaho Department of Water Resources, P.O. Box 83720, Boise, ID 83720-0098

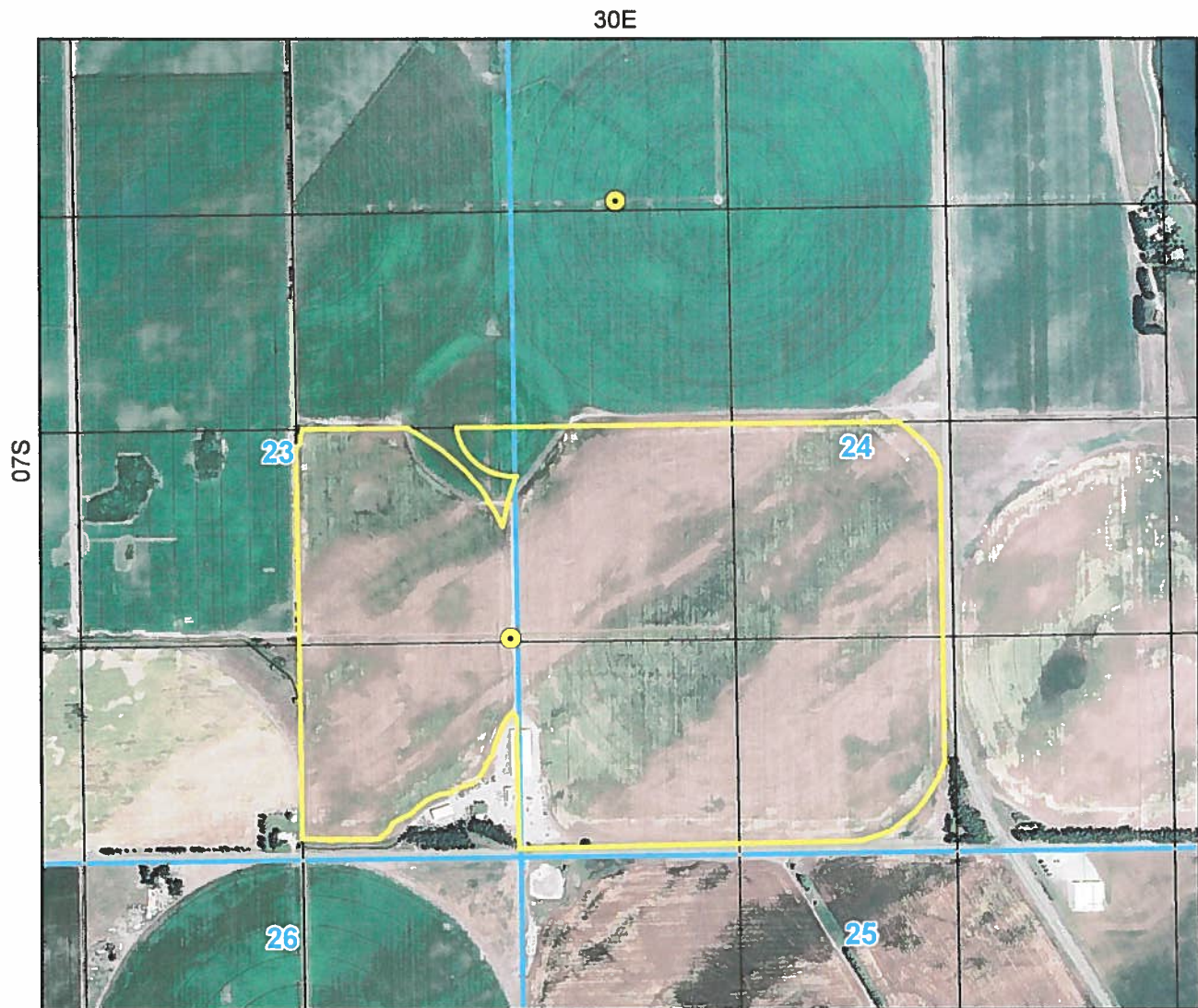
State of Idaho
Department of Water Resources

Water Right

35-14056

IRRIGATION

The map depicts the place of use for the water use listed above and point(s) of diversion of this right as currently derived from interpretations of the paper records and is used solely for illustrative purposes. Discrepancies between the computer representation and the permanent document file will be resolved in favor of the actual water right documents in the water right file.



- Point of Diversion
- Place Of Use Boundary
- Townships
- PLS Sections
- Quarter Quarters
- Taxlots

0 0.125 0.25 0.5 Miles



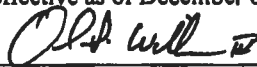
No. W 88865 Return to: SECRETARY OF STATE 700 WEST JEFFERSON PO BOX 83720 BOISE, ID 83720-0080 NO FILING FEE IF RECEIVED BY DUE DATE		Due no later than Dec 31, 2012 Annual Report Form 1. Mailing Address: Correct in this box if needed. NORTHERN AGRICULTURE II LLC HANCOCK NATURAL RESOURCE GROUP 99 HIGH ST 26 FL BOSTON MA 02110 USA		2. Registered Agent and Address (NO PO BOX) CORPORATION SERVICE COMPANY 12550 W EXPLORER DR STE 100 BOISE ID 83713 USA 3. New Registered Agent Signature:*		
4. Limited Liability Companies: Enter Names and Addresses of at least one Member or Manager.						
Office Held	Name	Street or PO Address	City	State	Country	Postal Code
MANAGER	HANCOCK NATURAL RESOURCE GROUP	99 HIGH ST 26 FL	BOSTON	MA	USA	02110
5. Organized Under the Laws of: DE W 88865		6. Annual Report must be signed.* Signature: Dan Eccles Name (type or print): Dan Eccles Date: 12/20/2012 Title: Controller				
Processed 12/20/2012		* Electronically provided signatures are accepted as original signatures.				

WRITTEN DESIGNATION OF AUTHORITY

This WRITTEN DESIGNATION OF AUTHORITY is executed and effected pursuant to a vote of a quorum of the members of the Natural Resource Investment Committee (the "Committee") of *Hancock Natural Resource Group, Inc.* ("HNRGI") dated April 21, 1999 (the "Vote").

1. HNRGI is a corporation organized under the laws of the State of Delaware.
2. Northern Agriculture II LLC, a Delaware limited liability company (the "Company"), was formed under the terms and provisions of that certain Limited Liability Company Operating Agreement dated November 1, 2007 (the "Operating Agreement"). HNRGI provides certain agricultural real estate investment advisory and management services (the "Services") for the Company pursuant to that certain Agricultural Investment Advisory and Management Agreement dated October 1, 2004, as amended ("IAMA").
3. The Company is the title holder to real property devoted to various agricultural uses (the "Farms") and entered into a Master Lease dated as of January 1, 2010 ("Master Lease") with Farmland Management Services ("FMS") in which the Company leases the Farms to FMS and under which Master Lease, FMS operates and manages the Farms on behalf of the Company.
4. The IAMA permits HNRGI to provide some or all of the Services either directly or indirectly through one or more affiliates, agents, managers, sub-managers, master tenants or independent contractors.
5. Pursuant to authority granted in the Vote and the IAMA, I hereby authorize (a) Carl B. Evers, Jr., President of FMS, (b) David Baughman, Senior Vice President of FMS, and (c) Mark Hutson, Senior Vice President of FMS, acting singly, to take the following actions pursuant to the Vote and the IAMA on behalf of HNRGI and the Company in connection with the Farms under and subject to the IAMA:
 - (a) To execute operating contracts or agreements, leases and land use permits; and
 - (b) To establish reciprocal or other operating agreements or restrictions.
6. The designation of authority granted in this Written Designation is limited to the extent the Master Lease or IAMA limit or restrict the authority of FMS or HNRGI to undertake or delegate particular actions and may be revoked or terminated at any time upon written notice of HNRGI.

Executed as of the 20 day of August, 2012, but effective as of December 8, 2011.

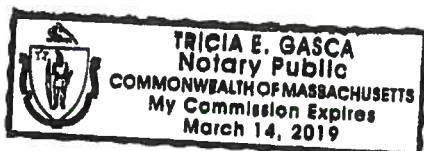


Oliver S. Williams IV in his capacity as Senior Vice
President of HNRGI and not individually

ACKNOWLEDGEMENT

Commonwealth of Massachusetts, ss.
County of Suffolk

On this 20 day of August, 2012, before me, the undersigned notary public, personally appeared Oliver S. Williams IV, proved to me through satisfactory evidence of identification, which was personal knowledge, to be the person whose name is signed on the preceding or attached document, and acknowledged to me that he signed it voluntarily for its stated purposes, as Senior Vice President of Hancock Natural Resource Group, Inc.





Official signature and seal of notary
Notary Public: _____
My Commission Expires: March 14, 2019