

DE

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES
NOTICE OF CHANGE IN WATER RIGHT OWNERSHIP

RECEIVED
APR 28 2010
 IDAHO DEPARTMENT OF WATER RESOURCES
 SOUTHERN REGION

Please print or type. Attach pages with additional information. Instructions are included at the end of this form. Incomplete forms will be returned.

1. Please list the water right number(s) and/or adjudication claim number(s) (if any) for each water right to be changed. List just the adjudication claim number if there is no corresponding water right record on file with the department. Indicate, by checking in the space provided (under the "split" heading), if the change in ownership is limited to a portion of a water right in which case IDWR will produce new water right number(s) for the split(s).

Water Right No(s)	Adjudication Claim No(s)	Split(s)	Water Right No(s)	Adjudication Claim No(s)	Split(s)
PD 37-2609B					
PD 37-11756					
	AS 37-2618				
	AS 37-7800				

2. The following **REQUIRED** information must be submitted with this form:
- A. The appropriate **FILING FEE**. See instructions for fee amounts.
- B. A copy of the most recent **DEED, TITLE POLICY, CONTRACT OF SALE** or other legal document indicating your ownership of the property and water right(s) or claim(s) in question, **WITH ATTACHED LEGAL DESCRIPTION**.
- C. Either of the following (if necessary to clarify division of water rights or other complex property descriptions):
PLAT OF PROPERTY or **SURVEY MAP** clearly showing the location of the point(s) of diversion and place of use of your water right(s) and/or adjudication claim(s) (these are on file with the county Planning and Zoning or Recorder's Office).
- OR**
- D. If your water right(s) and/or adjudication claim(s) is for ten or more acres of irrigation, you must submit a USDA Farm Service Agency or equivalent **AERIAL PHOTO** with the irrigated acres outlined and point(s) of diversion clearly marked. The AERIAL PHOTO should be submitted in place of the PLAT OF PROPERTY or SURVEY MAP.

3. Name and Address of Former Owner/Claimant(s)	The Nature Conservancy
	116 1st Ave. N.
	Hailey, ID 83333
4. New Owner/Claimant(s)	Stalker Creek Ranch, LLC
	Name Connector (Check one): ☐ and, ☐ or, ☐ and/or
New Mailing Address	P.O. Box 739
City, State and ZIP Code	Sun Valley, ID 83353
New Telephone Number	(208) 725-0026
	Email: _____

5. Date you acquired the property Feb. 25, 2010

6. **If the change in ownership affects the entire water right for each water right or adjudication claim number listed in line 1, then skip this line and go to line 7.** If the change in ownership divides the water right(s) among multiple owners, you must describe, in detail, your portion of each water right after the change. Fill in the appropriate spaces in the box(es) below to describe your water right(s) after the change (you may copy this page, if necessary). If your quantity of water is greater than a proportionate split, you must attach documentation to show justification for a larger amount. If you are not sure how to identify your portion of the original water right or adjudication claim records, please contact the nearest IDWR office for assistance.

DESCRIPTION OF YOUR PORTION OF WATER RIGHT (If the right will not be split, skip this area and proceed to line 7)		
Water Use	Diversion Rate or Volume (cubic feet per second or acre-feet per annum)	Description (acres, number and type of stock, homes, etc)
Water Right and/or Adjudication Claim Number		
Irrigation		
Stock		
Domestic		
Other		
Totals		
Water Right and/or Adjudication Claim Number		
Irrigation		
Stock		
Domestic		
Other		
Totals		
Water Right and/or Adjudication Claim Number		
Irrigation		
Stock		
Domestic		
Other		
Totals		

For Snake River Basin Adjudication Claims: Please attach a Notice of Appearance completed by your attorney, if you wish IDWR to correspond with him/her for all matters related to your claims.

7. Signature(s) of New Owner(s) or Claimant(s) Stalker Creek Ranch, LLC
By: John Dondero, Manager (title if applicable)
 (title if applicable)

IT IS IMPORTANT TO FILE THIS COMPLETED FORM AT THE APPROPRIATE IDWR OFFICE, WITH PAYMENT OF THE FILING FEE AND THE OWNERSHIP DOCUMENT(S), AS REFERRED TO IN LINE 2.

For IDWR Office Use Only:

Received by [Signature]
 Received by [Signature]
 Processed by AJ

Date 4-27-2010
 Date 4/28/2010
 Date

Receipt Amt. \$50
 Receipt No. 3031402
 WR Date

Instrument # 575422

HAILEY, BLAINE, IDAHO

02-26-2010 16:59:27 No. of Pages: 6

Recorded for: BLAINE COUNTY TITLE

JOLYNN DRAGE

Fee: \$15.00

Ex-Officio Recorder Deputy: JB

Electronically Recorded by Simplifile

AFTER RECORDING RETURN TO:

The Nature Conservancy
559 East South Temple
Salt Lake City UT, 84102
Attn: Legal Department

WARRANTY DEED

On April 27, 2005, The Nature Conservancy of Idaho, Inc., an Idaho corporation, was dissolved and in accordance with the Articles of Incorporation and Articles of Dissolution, all assets were transferred and distributed to The Nature Conservancy, a District of Columbia non-profit corporation. This Deed is made to confirm transfer of certain real property located in Blaine County, Idaho, more particularly described on Exhibit A attached hereto and incorporated herein by reference.

NOW THEREFORE,

For valuable consideration, The Nature Conservancy, a District of Columbia non-profit corporation and successor-in-interest to The Nature Conservancy of Idaho, Inc., an Idaho corporation ("Grantor"), grants and conveys, with warranty covenants, to The Nature Conservancy, a District of Columbia non-profit corporation, its successors and assigns, ("Grantee"), all that certain real property more particularly described on Exhibit A, attached hereto and incorporated herein by reference.

Dated: January 28, 2010.

THE NATURE CONSERVANCY,
a District of Columbia non-profit corporation

as successor-in-interest to
THE NATURE CONSERVANCY OF IDAHO, INC.,
an Idaho corporation



By: Elizabeth Kitchens
Title: Assistant Secretary

STATE OF UTAH)
)ss.
COUNTY OF SALT LAKE)

The foregoing instrument was acknowledged before me this 28th day of January, 2010, by Elizabeth Kitchens, the Assistant Secretary of THE NATURE CONSERVANCY, a District of Columbia non-profit corporation as successor-in-interest to The Nature Conservancy of Idaho, Inc., an Idaho Corporation.



Notary Public
Address: SLC, UT

My commission expires: January 17, 2011

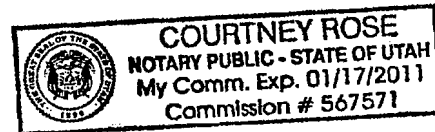


Exhibit A
Legal Description

PARCEL 1

A Parcel of Land lying within portions of Sections 26 & 27, Township 1 South, Range 19 East, Boise Meridian, Blaine County, Idaho; being more particularly described as follows:

Commencing at the Brass Cap marking the Corner of Sections 22, 23, 26, & 27, being a Brass Cap, Proceed S 44°56'40" E, 3744.55 Feet to the Center Quarter Corner of Section 26, marked by a 5/8" Rebar with No Cap, which point is the TRUE POINT OF BEGINNING;

Thence S 00°11'19" E, 1321.83 Feet, to the Southeast Corner of the NE/4 of the SW/4 of Section 26, marked by a 5/8" Rebar with No Cap;

Thence S 89°53'03" W, 2634.55 Feet, to the Southwest Corner of the NW/4 of the SW/4 of Section 26, marked by a 5/8" Rebar with No Cap;

Thence S 89°56'21" W, 2649.49 Feet, to the CS/16 Corner of Section 27, marked by a 5/8" Rebar by PLS 7048;

Thence N 89°59'53" W, 1322.02 Feet, to the Southwest Corner of the NE/4 of the SW/4, marked by an Aluminum Cap;

Thence N 00°03'44" W, 1072.90 Feet along the Westerly Boundary of the NE/4 of the SW/4, marked by a 5/8" Rebar by PLS 7048;

Thence N 89°58'50" E, 1407.80 Feet, marked by a 1/2" Rebar with No Cap;

Thence N 03°32'00" W, 717.83 Feet, marked by a 1/2" Rebar by LS 792;

Thence N 84°46' 16" E, 991.38 Feet marked by a 1/2" Rebar by LS 792;

Thence N 04°55'43" W, 127.92 Feet, marked by a 1/2" Rebar with No Cap;

Thence N 88°27'05" E, 504.92 Feet, marked by a 1/2" Rebar by LS 3621;

Thence N 89°59'45" E, 458.64 Feet to the Centerline of Stalker Creek, witnessed by a 5/8" Rebar by PLS 7048, that lies S89°59'45" W, 75.00 Feet distant;

Thence S 11°11'23" W, 83.67 Feet along the centerline of Stalker Creek, to a point;

Thence S 67°49'31." W, 155.14 Feet along the centerline of Stalker Creek, to a point;

Thence S 42°19'12" W, 120.35 Feet along the centerline of Stalker Creek, to a point;

Thence S 00°19'45" E, 65.27 Feet along the centerline of Stalker Creek, to a point;

Thence S 33° 14'39" E, 64.66 Feet along the centerline of Stalker Creek, to a point;

Thence S 62°58' 17" E, 193.30 Feet, along the centerline of Stalker Creek, to a point;

Thence S 72°41'46" E, 120.38 Feet along the centerline of Stalker Creek, to a point;

Thence S 16°48'59" E, 132.86 Feet along the centerline of Stalker Creek, to a point;

Thence S 30°26'19" E, 143.06 Feet along the centerline of Stalker Creek, to a point;

Thence S 30° 17' 11" E, 90.27 Feet along the centerline of Stalker Creek, to a point;

Thence N 82°25'50" E, 65.12 Feet along the centerline of Stalker Creek, to a point;

Thence N 27°11 '54" E, 123.28 Feet along the centerline of Stalker Creek, to a point;

Thence N 70°07'46" E, 113.93 Feet along the centerline of Stalker Creek, to a point;

Thence S 77°35'55" E, 114.44 Feet along the centerline of Stalker Creek, to a point;

Thence S 59°50' 13" E, 106.07 Feet along the centerline of Stalker Creek, to a point;

Thence N 37°25' 17" E, 55.88 Feet along the centerline of Stalker Creek, to a point;

Thence N 00°49'57" E, 120.64 Feet along the centerline of Stalker Creek, to a point;

Thence N 47°48'34" E, 138.84 Feet along the centerline of Stalker Creek, to a point;

Thence S 66°36'47" E, 99.82 Feet along the centerline of Stalker Creek, to a point;
 Thence S 14°55'41" E, 94.86 Feet along the centerline of Stalker Creek, to a point;
 Thence S 19°21'06" E, 96.85 Feet along the centerline of Stalker Creek, to a point;
 Thence S 75°35'54" E, 89.51 Feet along the centerline of Stalker Creek, to a point;
 Thence S 54°31' 47" E, 92.55 Feet along the centerline of Stalker Creek, to a point;
 Thence S 40°39'34" E, 107.67 Feet along the centerline of Stalker Creek, witnessed by a
 5/8" Rebar by PLS 7048, that lies S 00°04'31" E, 35.00 Feet distant;
 Thence S 00°04'31" E, 63.07 Feet, marked by a 5/8" Rebar by PLS 7048;
 Thence N 83°07'50" E, 386.99 Feet, marked by a 1/2" Rebar with Illegible Cap;
 Thence N 38°51 '28" E, 561.42 Feet, marked by a 1/2" Rebar by LS 792;
 Thence N 70°27'38" E, 622.39 Feet, marked by a 1/2" Rebar with No Cap;
 Thence N 82°50'23" E, 455.79 Feet, marked by a 1/2" Rebar by LS 792;
 Thence S 25°24'23" E, 126.97 Feet, marked by a 1/2" Rebar with No Cap;
 Thence N 85°26'46" E, 280.55 Feet to the Easterly Boundary of the SE/4 of the NW/4 of
 Section 26, witnessed by a 5/8" Rebar by PLS 7048, that lies S 85°26'46" W, 31.70 Feet
 Distant;
 Thence S 00°09'53" E, 440.30 Feet along the Easterly Boundary of the SE/4 of the NW/4
 of Section 26, to the TRUE POINT OF BEGINNING,
 containing 10,079,740 Square Feet (231.40 Ac.), more or less.

PARCEL 2

A Parcel of Land lying within portions of Sections 25, 26, 27, & 35, Township 1 South,
 Range 19 East, Boise Meridian, Blaine County, Idaho; being more particularly described
 as follows:

Commencing at the Brass Cap marking the Corner of Sections 22, 23, 26, & 27, Proceed
 S 44°56'40" E, 3744.55 Feet to the Center Quarter Corner of Section 26, marked by a
 5/8" Rebar with No Cap, which point is the TRUE POINT OF BEGINNING;
 Thence N 89°56'58" E, 1317.45 Feet to the Northeast Corner of the NW/4 of the SE/4 of
 Section 26, marked by a 5/8" Rebar with Illegible Cap;
 Thence S 00°11'26" E, 1321.09 Feet to the Southeast Corner of the NW/4 of the SE/4 of
 Section 26, marked by a 5/8" Rebar by LS 907;
 Thence N 89°54'15" E, 1319.28 Feet to the Northeast Corner of the SE/4 of the SE/4 of
 Section 26, marked by a 5/8" Rebar with an Illegible Cap;
 Thence N 89°56'38" E, 1339.58 Feet to the Northeast Corner of the SW/4 of the SW/4 of
 Section 25, marked by a 5/8" Rebar by PLS 7048;
 Thence S 00°20'03" E, 1321.22 Feet to the Southeast Corner of the SW/4 of the SW/4 of
 Section 25, marked by a 5/8" Rebar by PLS 7048;
 Thence S 89°57'02" W, 1340.80 Feet to a Brass Cap marking the Corner of Sections 25,
 26, 35, & 36;
 Thence S 89°55'34" W, 2638.80 Feet to a Brass Cap marking the Quarter Corner
 common to Sections 26 & 35;
 Thence S 00°26'09" E, 1322.30 Feet to an Aluminum Cap marking the Southeast Corner
 of the NE/4 of the NW/4 of Section 35;
 Thence S 89°44'44" W, 1318.63 Feet to an Aluminum Cap marking the Southwest
 Corner of the NE/4 of the NW/4 of Section 35;

Thence N 00°21 '56" W, 1321.93 Feet to an Aluminum Cap marking the Northwest Corner of the NE/4 of the NW/4 of Section 35;
 Thence S 89°43'46" W, 1317.01 Feet to a Brass Cap marking the Corner of Sections 26, 27, 34, & 35;
 Thence S 89°56'14" W, 2648.54 Feet to a Brass Cap marking the Quarter Corner Common to Sections 27 & 34;
 Thence N 89°59'29" W, 1325.04 Feet to the Southwest Corner of the SE/4 of the SW/4 of Section 27, marked by a 5/8" Rebar by PLS 7048;
 Thence N 00°07'36" W, 1327.39 Feet to the Northwest Corner of the SE/4 of the SW/4 of Section 27, marked by a 5/8" Rebar by PLS 7048;
 Thence S 89°59'53" E, 1322.02 Feet to the CS/16 Corner of Section 27, marked by a 5/8" Rebar by PLS 7048;
 Thence N 89°56'21" E, 2649.49 Feet to the Northwest Corner of the SW/4 of the SW/4 of Section 26, marked by a 5/8" Rebar with No Cap;
 Thence N 89°53 '03" E, 2634.55 Feet to the Southwest Corner of the NW/4 of the SW/4 of Section 26, marked by a 5/8" Rebar with No Cap;
 Thence N 00°11' 19" W, 1321.83 Feet, to the TRUE POINT OF BEGINNING, containing 17,498,400 Square Feet (401.71 Ac.), more or less.

PARCEL 3

A Parcel of Land lying within a portion of Section 26, Township 1 South, Range 19 East, Boise Meridian, Blaine County, Idaho; being more particularly described as follows:
 Commencing at the Corner of Sections 22, 23, 26, & 27, being a Brass Cap, Proceed S 44°56'40" E, 3744.55 Feet to the Center Quarter Corner of Section 26, marked by a 5/8" Rebar with No Cap, which point is the TRUE POINT OF BEGINNING;
 Thence N 00°09'53" W, 440.30 Feet along the West Boundary of the SW/4 of the NE/4 of Section 26, witnessed by a 5/8" Rebar by PLS 71)48 that lies S 85°26' 46"W, 31.70 Feet Distant;
 Thence S 85°26'46" W, 280.55 Feet, marked by a 1/2" Rebar with No Cap;
 Thence N 25°24'23" W, 126.97 Feet, marked by a 1/2" Rebar by LS 792;
 Thence N 82°50'23" E, 336.38 Feet to a point on the Westerly Boundary of the SW/4 of the NE/4 of Section 26, marked by a 5/8" Rebar by PLS 7048;
 Thence N 00°09'53" W, 20.70 Feet along the Westerly Boundary of the SW/4 of the NE/4 of Section 26, marked by a 5/8" Rebar by PLS 7048;
 Thence N 64°13'30" E, 1254.11 Feet along the Southerly Right-of-Way of the County Road, marked by a 5/8" Rebar by PLS 7048;
 Thence 27.75 Feet along a Curve to the Right, with a Radius of 95.00 Feet, an included angle of 16°44'15", a Tangent of 13.98 Feet, and a Chord of Length 27.65 Feet that Bears N 72°35'38" E, marked by a 5/8" Rebar by PLS 7048;
 Thence N 80°57'45" E, 159.11 Feet to a point on the Easterly Boundary of the SW/4 of the NE/4 of Section 26, marked by a 5/8" Rebar by PLS 7048;
 Thence S 00°18'29" E, 1172.80 Feet to the Southeast Corner of the SW/4 of the NE/4 of Section 26, marked by a 5/8" Rebar with an Illegible Cap;
 Thence S 89°56'58" W, 1317.45 Feet, to the TRUE POINT OF BEGINNING.

RECORDING REQUESTED BY AND
WHEN RECORDED MAIL TO:

Stalker Creek Ranch LLC

(Space above line for Recorder's use)

SPECIAL WARRANTY DEED

FOR VALUE RECEIVED, THE NATURE CONSERVANCY, a District of Columbia non-profit corporation ("Grantor"), does hereby grant and warrant only against those claiming by, through or under Grantor to STALKER CREEK RANCH LLC, an Idaho limited liability company, whose address is c/o John Dondero, P.O. Box 739, Sun Valley, ID 83353 ("Grantee"), the real property located in Blaine County, Idaho, and more particularly described on the attached Exhibit A, which is incorporated herein by this reference ("the Property").

TO HAVE AND TO HOLD the Property with all hereditaments and appurtenances thereto unto the Grantee and Grantee's successors and assigns forever,

SUBJECT TO taxes and assessments not yet payable, and all reservations, restrictions, encumbrances, easements, and other matters of record or that would be disclosed by a survey or physical inspection of the Property.

IN WITNESS WHEREOF, Grantor has executed this instrument on this 23 day of February, 2010.

GRANTOR:

THE NATURE CONSERVANCY,
a District of Columbia non profit corporation

By Stephanie
Title Director of Operations

**RECORDING REQUESTED BY AND
WHEN RECORDED MAIL TO:**

Stalker Creek Ranch LLC

(Space above line for Recorder's use)

SPECIAL WARRANTY DEED

FOR VALUE RECEIVED, THE NATURE CONSERVANCY, a District of Columbia non-profit corporation ("Grantor"), does hereby grant and warrant only against those claiming by, through or under Grantor to STALKER CREEK RANCH LLC, an Idaho limited liability company, whose address is c/o John Dondero, P.O. Box 739, Sun Valley, ID 83353 ("Grantee"), the real property located in Blaine County, Idaho, and more particularly described on the attached Exhibit A, which is incorporated herein by this reference ("the Property").

TO HAVE AND TO HOLD the Property with all hereditaments and appurtenances thereto unto the Grantee and Grantee's successors and assigns forever,

SUBJECT TO taxes and assessments not yet payable, and all reservations, restrictions, encumbrances, easements, and other matters of record or that would be disclosed by a survey or physical inspection of the Property.

IN WITNESS WHEREOF, Grantor has executed this instrument on this 23 day of February, 2010.

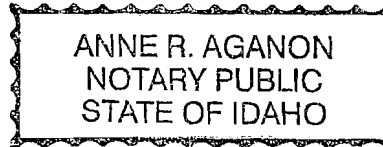
GRANTOR:

THE NATURE CONSERVANCY,
a District of Columbia non profit corporation

By

Title

Stephine [Signature]
Director of Operations



STATE OF Idaho)
) ss.
COUNTY OF Blaine)

The foregoing instrument was acknowledged before me this 23rd day of Feb., 2010, by Stephanie Hansen, known or identified to me to be the ID. Director of Operations of The Nature Conservancy, a District of Columbia non-profit corporation, and acknowledged to me that such corporation executed the same.

Anne R. Aganon

Notary Public

Address: 116 First Ave North, Hawley ID 83333

My commission expires: July 29, 2014

EXHIBIT A
TO SPECIAL WARRANTY DEED

Legal Description of the Property

PARCEL 1A

A Parcel of Land lying within portions of Sections 26 & 27, Township 1 South, Range 19 East, Boise Meridian, Blaine County, Idaho; being more particularly described as follows:
Commencing at the Brass Cap marking the Corner of Sections 22, 23, 26, & 27, being a Brass Cap, Proceed S 44°56'40" E, 3744.55 Feet to the Center Quarter Corner of Section 26, marked by a 5/8" Rebar with No Cap, which point is the TRUE POINT OF BEGINNING;
Thence S 00°11'19" E, 1321.83 Feet, to the Southeast Corner of the NE/4 of the SW/4 of Section 26, marked by a 5/8" Rebar with No Cap;
Thence S 89°53'03" W, 2634.55 Feet, to the Southwest Corner of the NW/4 of the SW/4 of Section 26, marked by a 5/8" Rebar with No Cap;
Thence S 89°56'21" W, 2649.49 Feet, to the CS/16 Corner of Section 27, marked by a 5/8" Rebar by PLS 7048;
Thence N 89°59'53" W, 1322.02 Feet, to the Southwest Corner of the NE/4 of the SW/4, marked by an Aluminum Cap;
Thence N 00°03'44" W, 1072.90 Feet along the Westerly Boundary of the NE/4 of the SW/4, marked by a 5/8" Rebar by PLS 7048;
Thence N 89°58'50" E, 1407.80 Feet, marked by a 1/2" Rebar with No Cap;
Thence N 03°32'00" W, 717.83 Feet, marked by a 1/2" Rebar by LS 792;
Thence N 84°46'16" E, 991.38 Feet marked by a 1/2" Rebar by LS 792;
Thence N 04°55'43" W, 127.92 Feet, marked by a 1/2" Rebar with No Cap;
Thence N 88°27'05" E, 504.92 Feet, marked by a 1/2" Rebar by LS 3621;
Thence N 89°59'45" E, 458.64 Feet to the Centerline of Stalker Creek, witnessed by a 5/8" Rebar by PLS 7048, that lies S89°59'45" W, 75.00 Feet distant;
Thence S 11°11'23" W, 83.67 Feet along the centerline of Stalker Creek, to a point;
Thence S 67°49'31" W, 155.14 Feet along the centerline of Stalker Creek, to a point;
Thence S 42°19'12" W, 120.35 Feet along the centerline of Stalker Creek, to a point;
Thence S 00°19'45" E, 65.27 Feet along the centerline of Stalker Creek, to a point;
Thence S 33°14'39" E, 64.66 Feet along the centerline of Stalker Creek, to a point;
Thence S 62°58'17" E, 193.30 Feet, along the centerline of Stalker Creek, to a point;
Thence S 72°41'46" E, 120.38 Feet along the centerline of Stalker Creek, to a point;
Thence S 16°48'59" E, 132.86 Feet along the centerline of Stalker Creek, to a point;
Thence S 30°26'19" E, 143.06 Feet along the centerline of Stalker Creek, to a point;
Thence S 30°17'11" E, 90.27 Feet along the centerline of Stalker Creek, to a point;
Thence N 82°25'50" E, 65.12 Feet along the centerline of Stalker Creek, to a point;
Thence N 27°11'54" E, 123.28 Feet along the centerline of Stalker Creek, to a point;
Thence N 70°07'46" E, 113.93 Feet along the centerline of Stalker Creek, to a point;
Thence S 77°35'55" E, 114.44 Feet along the centerline of Stalker Creek, to a point;
Thence S 59°50'13" E, 106.07 Feet along the centerline of Stalker Creek, to a point;
Thence N 37°25'17" E, 55.88 Feet along the centerline of Stalker Creek, to a point;
Thence N 00°49'57" E, 120.64 Feet along the centerline of Stalker Creek, to a point;
Thence N 47°48'34" E, 138.84 Feet along the centerline of Stalker Creek, to a point;

Thence S 66°36'47" E, 99.82 Feet along the centerline of Stalker Creek, to a point;
 Thence S 14°55'41" E, 94.86 Feet along the centerline of Stalker Creek, to a point;
 Thence S 19°21'06" E, 96.85 Feet along the centerline of Stalker Creek, to a point;
 Thence S 75°35'54" E, 89.51 Feet along the centerline of Stalker Creek, to a point;
 Thence S 54°31' 47" E, 92.55 Feet along the centerline of Stalker Creek, to a point;
 Thence S 40°39'34" E, 107.67 Feet along the centerline of Stalker Creek, witnessed by a 5/8" Rebar by PLS 7048, that lies S 00°04'31" E, 35.00 Feet distant;
 Thence S 00°04'31" E, 63.07 Feet, marked by a 5/8" Rebar by PLS 7048;
 Thence N 83°07'50" E, 386.99 Feet, marked by a 1/2" Rebar with Illegible Cap;
 Thence N 38°51' 28" E, 561.42 Feet, marked by a 1/2" Rebar by LS 792;
 Thence N 70°27'38" E, 622.39 Feet, marked by a 1/2" Rebar with No Cap;
 Thence N 82°50'23" E, 455.79 Feet, marked by a 1/2" Rebar by LS 792;
 Thence S 25°24'23" E, 126.97 Feet, marked by a 1/2" Rebar with No Cap;
 Thence N 85°26'46" E, 280.55 Feet to the Easterly Boundary of the SE/4 of the NW/4 of Section 26, witnessed by a 5/8" Rebar by PLS 7048, that lies S 85°26'46" W, 31.70 Feet Distant;
 Thence S 00°09'53" E, 440.30 Feet along the Easterly Boundary of the SE/4 of the NW/4 of Section 26, to the TRUE POINT OF BEGINNING,
 containing 10,079,740 Square Feet (231.40 Ac.), more or less.

PARCEL 2

A Parcel of Land lying within portions of Sections 25, 26, 27, & 35, Township 1 South, Range 19 East, Boise Meridian, Blaine County, Idaho; being more particularly described as follows:
 Commencing at the Brass Cap marking the Corner of Sections 22, 23, 26, & 27, Proceed S 44°56'40" E, 3744.55 Feet to the Center Quarter Corner of Section 26, marked by a 5/8" Rebar with No Cap, which point is the TRUE POINT OF BEGINNING;
 Thence N 89°56'58" E, 1317.45 Feet to the Northeast Corner of the NW/4 of the SE/4 of Section 26, marked by a 5/8" Rebar with Illegible Cap;
 Thence S 00°11'26" E, 1321.09 Feet to the Southeast Corner of the NW/4 of the SE/4 of Section 26, marked by a 5/8" Rebar by LS 907;
 Thence N 89°54'15" E, 1319.28 Feet to the Northeast Corner of the SE/4 of the SE/4 of Section 26, marked by a 5/8" Rebar with an Illegible Cap;
 Thence N 89°56'38" E, 1339.58 Feet to the Northeast Corner of the SW/4 of the SW/4 of Section 25, marked by a 5/8" Rebar by PLS 7048;
 Thence S 00°20'03" E, 1321.22 Feet to the Southeast Corner of the SW/4 of the SW/4 of Section 25, marked by a 5/8" Rebar by PLS 7048;
 Thence S 89°57'02" W, 1340.80 Feet to a Brass Cap marking the Corner of Sections 25, 26, 35, & 36;
 Thence S 89°55'34" W, 2638.80 Feet to a Brass Cap marking the Quarter Corner common to Sections 26 & 35;
 Thence S 00°26'09" E, 1322.30 Feet to an Aluminum Cap marking the Southeast Corner of the NE/4 of the NW/4 of Section 35;
 Thence S 89°44'44" W, 1318.63 Feet to an Aluminum Cap marking the Southwest Corner of the NE/4 of the NW/4 of Section 35;
 Thence N 00°21' 56" W, 1321.93 Feet to an Aluminum Cap marking the Northwest Corner of the NE/4 of the NW/4 of Section 35;

Thence S 89°43'46" W, 1317.01 Feet to a Brass Cap marking the Corner of Sections 26, 27, 34, & 35;
 Thence S 89°56'14" W, 2648.54 Feet to a Brass Cap marking the Quarter Corner Common to Sections 27 & 34;
 Thence N 89°59'29" W, 1325.04 Feet to the Southwest Corner of the SE/4 of the SW/4 of Section 27, marked by a 5/8" Rebar by PLS 7048;
 Thence N 00°07'36" W, 1327.39 Feet to the Northwest Corner of the SE/4 of the SW/4 of Section 27, marked by a 5/8" Rebar by PLS 7048;
 Thence S 89°59'53" E, 1322.02 Feet to the CS/16 Corner of Section 27, marked by a 5/8" Rebar by PLS 7048;
 Thence N 89°56'21" E, 2649.49 Feet to the Northwest Corner of the SW/4 of the SW/4 of Section 26, marked by a 5/8" Rebar with No Cap;
 Thence N 89°53'03" E, 2634.55 Feet to the Southwest Corner of the NW/4 of the SW/4 of Section 26, marked by a 5/8" Rebar with No Cap;
 Thence N 00°11'19" W, 1321.83 Feet, to the TRUE POINT OF BEGINNING, containing 17,498,400 Square Feet (401.71 Ac.), more or less.

PARCEL 3

A Parcel of Land lying within a portion of Section 26, Township 1 South, Range 19 East, Boise Meridian, Blaine County, Idaho; being more particularly described as follows:
 Commencing at the Corner of Sections 22, 23, 26, & 27, being a Brass Cap, Proceed S 44°56'40" E, 3744.55 Feet to the Center Quarter Corner of Section 26, marked by a 5/8" Rebar with No Cap, which point is the TRUE POINT OF BEGINNING;
 Thence N 00°09'53" W, 440.30 Feet along the West Boundary of the SW/4 of the NE/4 of Section 26, witnessed by a 5/8" Rebar by PLS 7148 that lies S 85°26'46" W, 31.70 Feet Distant;
 Thence S 85°26'46" W, 280.55 Feet, marked by a 1/2" Rebar with No Cap;
 Thence N 25°24'23" W, 126.97 Feet, marked by a 1/2" Rebar by LS 792;
 Thence N 82°50'23" E, 336.38 Feet to a point on the Westerly Boundary of the SW/4 of the NE/4 of Section 26, marked by a 5/8" Rebar by PLS 7048;
 Thence N 00°09'53" W, 20.70 Feet along the Westerly Boundary of the SW/4 of the NE/4 of Section 26, marked by a 5/8" Rebar by PLS 7048;
 Thence N 64°13'30" E, 1254.11 Feet along the Southerly Right-of-Way of the County Road, marked by a 5/8" Rebar by PLS 7048;
 Thence 27.75 Feet along a Curve to the Right, with a Radius of 95.00 Feet, an included angle of 16°44'15", a Tangent of 13.98 Feet, and a Chord of Length 27.65 Feet that Bears N 72°35'38" E, marked by a 5/8" Rebar by PLS 7048;
 Thence N 80°57'45" E, 159.11 Feet to a point on the Easterly Boundary of the SW/4 of the NE/4 of Section 26, marked by a 5/8" Rebar by PLS 7048;
 Thence S 00°18'29" E, 1172.80 Feet to the Southeast Corner of the SW/4 of the NE/4 of Section 26, marked by a 5/8" Rebar with an Illegible Cap;
 Thence S 89°56'58" W, 1317.45 Feet, to the TRUE POINT OF BEGINNING, containing 1,234,510 Square Feet (28.34 Ac.), more or less.

Comprising a total of 661.45 acres, more or less.

RECORDING REQUESTED BY AND
WHEN RECORDED MAIL TO:

Stalker Creek Ranch LLC

(Space above line for Recorder's use)

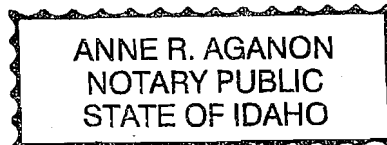
QUITCLAIM DEED

For valuable consideration, THE NATURE CONSERVANCY, a District of Columbia non-profit corporation, does remise, release and quitclaim to STALKER CREEK RANCH LLC, an Idaho limited liability company, whose address is c/o John Dondero, P.O. Box 739, Sun Valley, ID 83353, all water rights listed on Exhibit A attached hereto and incorporated herein by reference or otherwise appurtenant to the real property more particularly described on Exhibit A.

Dated: 23, February, 2010.

THE NATURE CONSERVANCY,
a District of Columbia non-profit corporation

By Stephanie Hansen
Title ID Director of Operations



STATE OF Idaho)
) ss.
COUNTY OF Blaine)

The foregoing instrument was acknowledged before me this 23rd day of Feb, 2010, by Stephanie Hansen, known or identified to me to be the ID. Director of Operations of The Nature Conservancy, a District of Columbia non-profit corporation, and acknowledged to me that such corporation executed the same.

Anne R. Aganon
Notary Public

Address: 116 First Ave North Hailey ID 83333

My commission expires: July 29, 2014

RECORDING REQUESTED BY AND
WHEN RECORDED MAIL TO:

Stalker Creek Ranch LLC

(Space above line for Recorder's use)

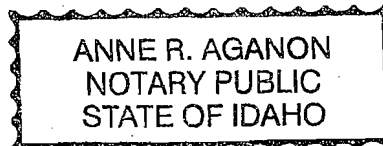
QUITCLAIM DEED

For valuable consideration, THE NATURE CONSERVANCY, a District of Columbia non-profit corporation, does remise, release and quitclaim to STALKER CREEK RANCH LLC, an Idaho limited liability company, whose address is c/o John Dondero, P.O. Box 739, Sun Valley, ID 83353, all water rights listed on Exhibit A attached hereto and incorporated herein by reference or otherwise appurtenant to the real property more particularly described on Exhibit A.

Dated: 23, February, 2010.

THE NATURE CONSERVANCY,
a District of Columbia non-profit corporation

By Stephanie Hansen
Title ID Director of Operations



STATE OF Idaho)
) ss.
COUNTY OF Blaine)

The foregoing instrument was acknowledged before me this 23rd day of Feb, 2010, by Stephanie Hansen, known or identified to me to be the ID. Director of Operations of The Nature Conservancy, a District of Columbia non-profit corporation, and acknowledged to me that such corporation executed the same.

Anne R. Aganon
Notary Public

Address: 116 First Ave North Hailey ID 83333

My commission expires: July 29, 2014

Exhibit A
To Quitclaim Deed

Water Rights

37-7800
37-2618
37-2609B
37-11756

Real Property

PARCEL 1A

A Parcel of Land lying within portions of Sections 26 & 27, Township 1 South, Range 19 East, Boise Meridian, Blaine County, Idaho; being more particularly described as follows:

Commencing at the Brass Cap marking the Corner of Sections 22, 23, 26, & 27, being a Brass Cap, Proceed S 44°56'40" E, 3744.55 Feet to the Center Quarter Corner of Section 26, marked by a 5/8" Rebar with No Cap, which point is the TRUE POINT OF BEGINNING;

Thence S 00°11'19" E, 1321.83 Feet, to the Southeast Corner of the NE/4 of the SW/4 of Section 26, marked by a 5/8" Rebar with No Cap;

Thence S 89°53'03" W, 2634.55 Feet, to the Southwest Corner of the NW/4 of the SW/4 of Section 26, marked by a 5/8" Rebar with No Cap;

Thence S 89°56'21" W, 2649.49 Feet, to the CS/16 Corner of Section 27, marked by a 5/8" Rebar by PLS 7048;

Thence N 89°59'53" W, 1322.02 Feet, to the Southwest Corner of the NE/4 of the SW/4, marked by an Aluminum Cap;

Thence N 00°03'44" W, 1072.90 Feet along the Westerly Boundary of the NE/4 of the SW/4, marked by a 5/8" Rebar by PLS 7048;

Thence N 89°58'50" E, 1407.80 Feet, marked by a 1/2" Rebar with No Cap;

Thence N 03°32'00" W, 717.83 Feet, marked by a 1/2" Rebar by LS 792;

Thence N 84°46'16" E, 991.38 Feet marked by a 1/2" Rebar by LS 792;

Thence N 04°55'43" W, 127.92 Feet, marked by a 1/2" Rebar with No Cap;

Thence N 88°27'05" E, 504.92 Feet, marked by a 1/2" Rebar by LS 3621;

Thence N 89°59'45" E, 458.64 Feet to the Centerline of Stalker Creek, witnessed by a 5/8" Rebar by PLS 7048, that lies S89°59'45" W, 75.00 Feet distant;

Thence S 11°11'23" W, 83.67 Feet along the centerline of Stalker Creek, to a point;

Thence S 67°49'31." W, 155.14 Feet along the centerline of Stalker Creek, to a point;

Thence S 42°19'12" W, 120.35 Feet along the centerline of Stalker Creek, to a point;

Thence S 00°19'45" E, 65.27 Feet along the centerline of Stalker Creek, to a point;

Thence S 33° 14'39" E, 64.66 Feet along the centerline of Stalker Creek, to a point;

Thence S 62°58' 17" E, 193.30 Feet, along the centerline of Stalker Creek, to a point;

Thence S 72°41'46" E, 120.38 Feet along the centerline of Stalker Creek, to a point;
 Thence S 16°48'59" E, 132.86 Feet along the centerline of Stalker Creek, to a point;
 Thence S 30°26'19" E, 143.06 Feet along the centerline of Stalker Creek, to a point;
 Thence S 30° 17' 11" E, 90.27 Feet along the centerline of Stalker Creek, to a point;
 Thence N 82°25'50" E, 65.12 Feet along the centerline of Stalker Creek, to a point;
 Thence N 27°11' 54" E, 123.28 Feet along the centerline of Stalker Creek, to a point;
 Thence N 70°07'46" E, 113.93 Feet along the centerline of Stalker Creek, to a point;
 Thence S 77°35'55" E, 114.44 Feet along the centerline of Stalker Creek, to a point;
 Thence S 59°50' 13" E, 106.07 Feet along the centerline of Stalker Creek, to a point;
 Thence N 37°25' 17" E, 55.88 Feet along the centerline of Stalker Creek, to a point;
 Thence N 00°49'57" E, 120.64 Feet along the centerline of Stalker Creek, to a point;
 Thence N 47°48'34" E, 138.84 Feet along the centerline of Stalker Creek, to a point;
 Thence S 66°36'47" E, 99.82 Feet along the centerline of Stalker Creek, to a point;
 Thence S 14°55'41" E, 94.86 Feet along the centerline of Stalker Creek, to a point;
 Thence S 19°21'06" E, 96.85 Feet along the centerline of Stalker Creek, to a point;
 Thence S 75°35'54" E, 89.51 Feet along the centerline of Stalker Creek, to a point;
 Thence S 54°31' 47" E, 92.55 Feet along the centerline of Stalker Creek, to a point;
 Thence S 40°39'34" E, 107.67 Feet along the centerline of Stalker Creek, witnessed by a
 5/8" Rebar by PLS 7048, that lies S 00°04'31" E, 35.00 Feet distant;
 Thence S 00°04'31" E, 63.07 Feet, marked by a 5/8" Rebar by PLS 7048;
 Thence N 83°07'50" E, 386.99 Feet, marked by a 1/2" Rebar with Illegible Cap;
 Thence N 38°51' 28" E, 561.42 Feet, marked by a 1/2" Rebar by LS 792;
 Thence N 70°27'38" E, 622.39 Feet, marked by a 1/2" Rebar with No Cap;
 Thence N 82°50'23" E, 455.79 Feet, marked by a 1/2" Rebar by LS 792;
 Thence S 25°24'23" E, 126.97 Feet, marked by a 1/2" Rebar with No Cap;
 Thence N 85°26'46" E, 280.55 Feet to the Easterly Boundary of the SE/4 of the NW/4 of
 Section 26, witnessed by a 5/8" Rebar by PLS 7048, that lies S 85°26'46" W, 31.70 Feet
 Distant;
 Thence S 00°09'53" E, 440.30 Feet along the Easterly Boundary of the SE/4 of the NW/4
 of Section 26, to the TRUE POINT OF BEGINNING,
 containing 10,079,740 Square Feet (231.40 Ac.), more or less.

PARCEL 2

A Parcel of Land lying within portions of Sections 25, 26, 27, & 35, Township 1 South,
 Range 19 East, Boise Meridian, Blaine County, Idaho; being more particularly described
 as follows:

Commencing at the Brass Cap marking the Corner of Sections 22, 23, 26, & 27, Proceed
 S 44°56'40" E, 3744.55 Feet to the Center Quarter Corner of Section 26, marked by a
 5/8" Rebar with No Cap, which point is the TRUE POINT OF BEGINNING;
 Thence N 89°56'58" E, 1317.45 Feet to the Northeast Corner of the NW/4 of the SE/4 of
 Section 26, marked by a 5/8" Rebar with Illegible Cap;
 Thence S 00°11'26" E, 1321.09 Feet to the Southeast Corner of the NW/4 of the SE/4 of
 Section 26, marked by a 5/8" Rebar by LS 907;
 Thence N 89°54'15" E, 1319.28 Feet to the Northeast Corner of the SE/4 of the SE/4 of
 Section 26, marked by a 5/8" Rebar with an Illegible Cap;

Thence N 89°56'38" E, 1339.58 Feet to the Northeast Corner of the SW/4 of the SW/4 of Section 25, marked by a 5/8" Rebar by PLS 7048;
 Thence S 00°20'03" E, 1321.22 Feet to the Southeast Corner of the SW/4 of the SW/4 of Section 25, marked by a 5/8" Rebar by PLS 7048;
 Thence S 89°57'02" W, 1340.80 Feet to a Brass Cap marking the Corner of Sections 25, 26, 35, & 36;
 Thence S 89°55'34" W, 2638.80 Feet to a Brass Cap marking the Quarter Corner common to Sections 26 & 35;
 Thence S 00°26'09" E, 1322.30 Feet to an Aluminum Cap marking the Southeast Corner of the NE/4 of the NW/4 of Section 35;
 Thence S 89°44'44" W, 1318.63 Feet to an Aluminum Cap marking the Southwest Corner of the NE/4 of the NW/4 of Section 35;
 Thence N 00°21'56" W, 1321.93 Feet to an Aluminum Cap marking the Northwest Corner of the NE/4 of the NW/4 of Section 35;
 Thence S 89°43'46" W, 1317.01 Feet to a Brass Cap marking the Corner of Sections 26, 27, 34, & 35;
 Thence S 89°56'14" W, 2648.54 Feet to a Brass Cap marking the Quarter Corner Common to Sections 27 & 34;
 Thence N 89°59'29" W, 1325.04 Feet to the Southwest Corner of the SE/4 of the SW/4 of Section 27, marked by a 5/8" Rebar by PLS 7048;
 Thence N 00°07'36" W, 1327.39 Feet to the Northwest Corner of the SE/4 of the SW/4 of Section 27, marked by a 5/8" Rebar by PLS 7048;
 Thence S 89°59'53" E, 1322.02 Feet to the CS/16 Corner of Section 27, marked by a 5/8" Rebar by PLS 7048;
 Thence N 89°56'21" E, 2649.49 Feet to the Northwest Corner of the SW/4 of the SW/4 of Section 26, marked by a 5/8" Rebar with No Cap;
 Thence N 89°53'03" E, 2634.55 Feet to the Southwest Corner of the NW/4 of the SW/4 of Section 26, marked by a 5/8" Rebar with No Cap;
 Thence N 00°11'19" W, 1321.83 Feet, to the TRUE POINT OF BEGINNING, containing 17,498,400 Square Feet (401.71 Ac.), more or less.

PARCEL 3

A Parcel of Land lying within a portion of Section 26, Township 1 South, Range 19 East, Boise Meridian, Blaine County, Idaho; being more particularly described as follows:
 Commencing at the Corner of Sections 22, 23, 26, & 27, being a Brass Cap, Proceed S 44°56'40" E, 3744.55 Feet to the Center Quarter Corner of Section 26, marked by a 5/8" Rebar with No Cap, which point is the TRUE POINT OF BEGINNING;
 Thence N 00°09'53" W, 440.30 Feet along the West Boundary of the SW/4 of the NE/4 of Section 26, witnessed by a 5/8" Rebar by PLS 7148 that lies S 85°26'46" W, 31.70 Feet Distant;
 Thence S 85°26'46" W, 280.55 Feet, marked by a 1/2" Rebar with No Cap;
 Thence N 25°24'23" W, 126.97 Feet, marked by a 1/2" Rebar by LS 792;
 Thence N 82°50'23" E, 336.38 Feet to a point on the Westerly Boundary of the SW/4 of the NE/4 of Section 26, marked by a 5/8" Rebar by PLS 7048;

Thence N 00°09'53" W, 20.70 Feet along the Westerly Boundary of the SW/4 of the NE/4 of Section 26, marked by a 5/8" Rebar by PLS 7048;
Thence N 64°13'30" E, 1254.11 Feet along the Southerly Right-of-Way of the County Road, marked by a 5/8" Rebar by PLS 7048;
Thence 27.75 Feet along a Curve to the Right, with a Radius of 95.00 Feet, an included angle of 16°44'15", a Tangent of 13.98 Feet, and a Chord of Length 27.65 Feet that Bears N 72°35'38" E, marked by a 5/8" Rebar by PLS 7048;
Thence N 80°57'45" E, 159.11 Feet to a point on the Easterly Boundary of the SW/4 of the NE/4 of Section 26, marked by a 5/8" Rebar by PLS 7048;
Thence S 00°18'29" E, 1172.80 Feet to the Southeast Corner of the SW/4 of the NE/4 of Section 26, marked by a 5/8" Rebar with an Illegible Cap;
Thence S 89°56'58" W, 1317.45 Feet, to the TRUE POINT OF BEGINNING, containing 1,234,510 Square Feet (28.34 Ac.), more or less.