

Western Mortgage & Realty Company

6610 W. Court Street, Suite B, P.O. Box 3110, Pasco Washington, 99302-3110

Phone: (800) 897-2726, Fax: (509) 545-4804

January 30, 2009

Mr. Allen Merritt, PE
Southern Regional Manager
State of Idaho
Department of Water Resources
1341 Fillmore Street, Suite 200
Twin Falls, Idaho 83301-3380

RECEIVED
FEB 05 2009
DEPT. OF WATER RESOURCES
SOUTHERN REGION

RE: Western Mortgage & Realty Co. properties located in Lincoln, Minidoka and Blaine Counties in Southern Idaho once owned by the Young Family and also known as Mainline, KECO, Rustic Ag and Storm Circle properties

Dear Mr. Merritt:

The closing statement in your letter to me dated December 31, 2008 could not be more true wherein you state that "this can be very confusing". Needless to say, we need to get this process moving forward and in the interest of doing so, and to demonstrate that we want to be cooperative, please find enclosed herewith the packet of information that you emailed to me in late December, 2008. I believe that I have executed all forms and we are also pleased to submit the required payment in the amount of \$5,135.00.

We believe that you have our best interest in mind in order to properly facilitate the required change of ownership process and trust that you will continue to inform us where necessary in the event that an item needs additional attention and/or modification. I do have a couple of questions that pertain to information in your letter, as follows:

1. Some of the properties are located in Blaine County and you make no reference to said county in your reference heading.
2. Regarding Transfer 72135 in the middle of page two, Steve believes that this site is part of R22E rather than R24E. Can you please double check?

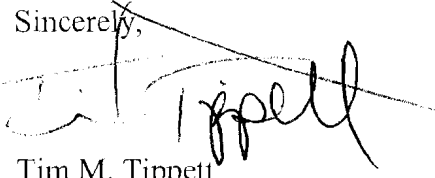
You have requested that we acknowledge in writing that the transfer applications for all dairy sites be withdrawn. It is our understanding that any data entry work already done will be preserved electronically, and any fees paid are being credited to the fees currently due. In any event, please be advised that the transfer applications for Transfer No.'s 72186, 72185, 72427, 72094, 72095, 72096 & 72135 are hereby withdrawn by Western Mortgage & Realty Company and that said applications be returned to us.

COPY

And finally, you have by now received clarification that all security interests previously held by Key Bank have been assigned to this firm and that said security interests have been released from your records. We have also filed the appropriate applications with the Idaho Secretary of State which allows Western Mortgage & Realty Co. to do business in the state of Idaho. I will search the records and get the documentation to you, hopefully, by the time that you receive this information.

Thanks again, and if you should have any questions, please do not hesitate to contact me by calling 800-897-2726.

Sincerely,

A handwritten signature in black ink, appearing to read "Tim M. Tippet", is written over a horizontal line. The signature is stylized with a large initial "T" and a long, sweeping underline.

Tim M. Tippet
Vice President

UNITED STATES OF AMERICA

The State of Washington

Secretary of State

I, **SAM REED**, Secretary of State of the State of Washington and custodian of its seal, hereby issue this

CERTIFICATE OF EXISTENCE/AUTHORIZATION

OF

WESTERN MORTGAGE & REALTY COMPANY

I FURTHER CERTIFY that the records on file in this office show that the above named Profit Corporation was formed under the laws of the State of WA and was issued a Certificate Of Incorporation in Washington on 3/18/1991.

I FURTHER CERTIFY that as of the date of this certificate, WESTERN MORTGAGE & REALTY COMPANY remains active and has complied with the filing requirements of this office.

Date: January 14, 2009

UBI: 601-307-096



Given under my hand and the Seal of the State of Washington at Olympia, the State Capital

A handwritten signature in cursive script that reads "Sam Reed".

Sam Reed, Secretary of State



APPLICATION FOR CERTIFICATE OF AUTHORITY (For Profit)

(Instructions on Back of Application)

09 JAN 26 PM 3:53

SECRETARY OF STATE
STATE OF

The undersigned Corporation applies for a Certificate of Authority and states as follows:

1. The name of the corporation is:
Western Mortgage & Realty Company
2. The name which it shall use in Idaho is: _____
3. It is incorporated under the laws of: Washington
4. Its date of incorporation is: March 18, 1991
5. The address of its principal office is:
6610 W. Court St., Ste #B, Pasco, Washington 99301
6. The address to which correspondence should be addressed, if different from item 5, is:
P.O. Box 3110, Pasco, Washington 99302-3110
7. The street address of its registered office in Idaho is: 205 N. 10th St., 4th Fl., Boise, ID 83701-2598
and its registered agent in Idaho at that address is: David G. Ballard
8. The names and respective business addresses of its directors and officers are:

Name	Title	Business Address
<u>Frank Tiegs**</u>	<u>President</u>	<u>6610 W. Court St., Ste #B,</u> <u>Pasco, WA 99301</u>
<u>Tim M. Tippet</u>	<u>Vice President/Sec.</u>	<u>6610 W. Court St., Ste #B</u> <u>Pasco, WA 99301</u>
<u>**Frank Tiegs</u>	<u>Sole Director</u>	

Dated: January 20, 2009

Signature: _____

Typed Name: Tim M. Tippet

Capacity: Vice President

[The signer must be a director or an officer of the corporation.]

Customer Acct #:

(if using pre-paid account)

Secretary of State use only

Web Form

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