

Loan Number: 4300135-801

NOTICE OF PLEDGE

RECEIVED

JUN 02 2004

Department of Water Resources

STATE OF IDAHO
Department of Water Resources
1301 North Orchard St.
P.O. Box 83720
Boise, ID 83720-0098

Attention: State Engineer

Please be notified that **CORDELL KRESS** and **JAMIE L. KRESS** have this date executed a Real Estate Mortgage in favor of Lewiston State Bank, covering certain land in Oneida County, State of Idaho, together with all of the Mortgagor's right to use the following:

WATER RIGHT NO. AND PURPOSE OF WATER USE

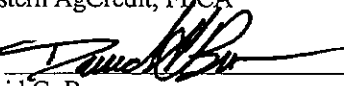
Water Right No(s): 17-7066 and 17-2036 for Irrigation purposes

The said Real Estate Mortgage, given to secure a promissory note of even date, was recorded 4/28/04, in the office of the County Recorder of the above referenced County, as Instrument No. 135957.

Please file this notice with your records of the above referenced and direct notice of any intended change of the place of use or other change which materially affects the beneficiary's security interest in the said rights to Lewiston State Bank, c/o Western AgCredit, FLCA, 406 West South Jordan Parkway (Suite 500), P.O. Box 95850, South Jordan, Utah 84095.

Dated: April 20, 2004

Western AgCredit, FLCA

By: 

David G. Brown

Vice President - Credit Services