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March 26, 2007

SENT VIA FAX 208-287-6700

David R. Tuthill
Interim Director
Idaho Department of Water Services
322 E. Front St.
Boise, Idaho 83720-0098

*RE: Withdrawal of Protest Against Approval of Application for Amendment to
Application No.'s 11-7481 and 11-7491*

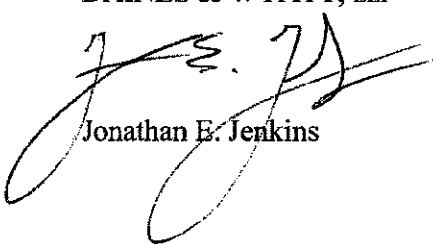
Dear Mr. Tuthill:

This letter serves as notice of the Canyon Estates Property Owners Association's ("CEPOA") withdrawal of the protest against the approval of Sam's Hollow Water Company's ("Sam's Hollow") application to change Application No.'s 11-7481 and 11-7491.

The parties have reached an agreement concerning the obligations owed to CEPOA.

Sincerely yours,

DAINES & WYATT, LLP



Jonathan E. Jenkins

C: CEPOA, Jack McPhie
The Bear Lake Group, LLC
Sam's Hollow Water Co.
Chuck Ketterman

JEJ/cjc

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