Form 42-248/42-1409(6) July, 2000

RECEIVED
APR
WATER

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

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 division of the existing water right or adjudication claim record will be required.

Water Right No(s).	Adjudication Claim No(s).	Split	Water Right No(s).	Adjudication Claim No(s).	Split
65-8058					

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 usually attached to your deed or on file with the county).

   OR

   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 **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): MacGregor Land and Livestock LP
   PO Box 187 - Sweet, Idaho 83670

4. New Owner/Claimant(s): Highland Livestock & Land
   Name Connector (Check one): [ ] and, [ ] or, [ ] and/or

   New Mailing Address: PO Box 488

   City, State and ZIP Code: Emmett, Idaho - 83617

   New Telephone Number: 208 365-4611

5. Date you acquired the property: December 19, 2005

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6. **If the change in ownership affects the entire water right for each water right or adjudication claim number listed in item 1, THEN SKIP THIS ITEM AND GO TO ITEM 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 (one water right per box, you may copy this page as 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(s) will not be split, skip this area and proceed to item 7)

Water Right and/or Adjudication Claim Number 65-8058

Water Use	Diversion Rate or Volume (cubic feet per second or acre-feet per annum)	Description (acres, number and type of stock, homes, etc)
Irrigation		
Stock	0.020CFS	-0.70AF -Stockwater
Domestic	0.040CFS	-2.40AF - Domestic
Other		
Total	0.060CFS	- 3.10AF

DESCRIPTION OF YOUR PORTION OF WATER RIGHT
(If the right(s) will not be split, skip this area and proceed to item 7)

Water Right and/or Adjudication Claim Number

Water Use	Diversion Rate or Volume (cubic feet per second or acre-feet per annum)	Description (acres, number and type of stock, homes, etc)
Irrigation		
Stock		
Domestic		
Other		
Total		

7. Signature of New Owner(s) or Claimant(s) [signature] for Highland Livestock Co
(include title if applicable)

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.

For Office Use Only
Received by DB Date 10/20/04 Fee $25.00
Receipted by Date Receipt No. W032327
Processed by AJ Date WR Date

405056718

INST. NO. 248442
PAGES 1 OF 6

Recording Requested By and
When Recorded Return to:

Instrument # 206509
IDAHO CITY, BOISE COUNTY, IDAHO
2006-01-18 03:53:56 No. of Pages: 6
Recorded for : ALLIANCE TITLE
~~RORA A. CANODY~~ Fee: 18.00
Ex-Officio Recorder Deputy
Index to: DEEDS

Instrument # 248442
EMMETT, GEM, IDAHO
2005-12-29 11:03:00 No. of Pages: 6
Recorded for : ALLIANCE TITLE & ESCROW
SUSAN K. HOWARD Fee: 18.00
Ex-Officio Recorder Deputy
Index to: QUIT CLAIM DEED

SPACE ABOVE THIS LINE FOR RECORDER'S USE ONLY

ASSIGNMENT AND QUITCLAIM DEED

The MacGregor Land and Livestock Limited Partnership ("**Grantor**"), for good and valuable consideration, the receipt and sufficiency of which are hereby acknowledged, does hereby assign, transfer, release and forever quitclaim unto Highland*** ("**Grantee**"), whose address is PO Box 488, Emmett, Idaho, 83617 and to Grantee's heirs, successors and assigns, without any warranty or representation whatsoever, any and all right, title and interest Grantor may own in and to all water rights appurtenant to the real property described in Exhibit "A" attached hereto and made a part hereof, including, without limitation, the following described water rights: 65-22726, 65-22750, 65-22751, 65-22756, 65-22734, 65-9497, 65-22817, 65-11266, 65-22727, 65-22728, 65-22731, 65-22733, 65-22752, 65-22729, 65-22730

List all water right #s here

IN WITNESS WHEREOF, Grantor has hereunto set Grantor's hand effective the 19th day of December, 2005.

GRANTOR: MacGregor Land and Livestock, LP

By: _____

Print name: Jock MacGregor

Its: General Partner

***LIVESTOCK AND LAND COMPANY, LIMITED, AN IDAHO CORPORATION

EXHIBIT E

EEEE

INSTRU. NO. 248442
PAGES 3 OF 6

STATE OF IDAHO)
) ss
County of Blaine)

On this 19th day of December, 2005, before me, Melanie T. Davis, a Notary Public in and for said state, personally appeared Jack MacGregor, known or identified to me to be the persons whose name is subscribed to the foregoing instrument, and acknowledged to me that s/he executed the same.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my official seal the day and year in this certificate first above written.

MELANIE T. DAVIS NOTARY PUBLIC STATE OF IDAHO

Melanie T. Davis
Notary Public for Idaho
Residing at 423 3rd Ave N, Hailey ID 83333
My commission expires 11/17/2009

EXHIBIT E

INSTRU. NO. 248443
PAGES 3 OF 6

Order No.: 405056718

LEGAL DESCRIPTION

EXHIBIT 'A'

THOSE PARCELS SITUATED IN GEM COUNTY, IDAHO:

PARCEL 1:

TOWNSHIP 9 North, Range 1 East, Gem County, Idaho

Section 25:	The NW ¼, the N ½ of the SW ¼, the SW ¼ of the SW ¼
Section 26:	The NE ¼ of the NE ¼, the SE ¼, and a strip of land 25 feet wide, constituting the North 25 feet of the NE ¼ of the NW ¼ of Section 26
Section 35:	The NE ¼ of the NE ¼

PARCEL 2

TOWNSHIP 8 North, Range 1 East, B.M. Gem County, Idaho

Section 2:	Lot 4, the SW ¼ of the NW ¼ and the NW ¼ of the SW ¼
Section 3:	Lot 1, the SE ¼ of the NE ¼ and the E ½ of the SE ¼

TOWNSHIP 9 North, Range 1 East, B.M., Gem County, Idaho.

Section 26:	The SW ¼
Section 34:	The E ½ of the SE ¼
Section 35:	The NW ¼ and the W ½ of the SW ¼

PARCEL 3

TOWNSHIP 8 North, Range 1 East, B.M., Gem County, Idaho

Section 1:	Lots 3 and 4, the S ½ of the NW ¼, and the N ½ of the SW ¼
Section 2:	The SE ¼ of the NE ¼ and the NE ¼ of the SE ¼

PARCEL 4

TOWNSHIP 8 North, Range 1 East, B.M., Gem County, Idaho

Section 2:	Lots 1, 2 and 3 and the SW ¼ of the NE ¼, the SE ¼ of the NW ¼, the W ½ of the SE ¼, the E ½ of the SW ¼, the SW ¼ of the SW ¼
Section 10:	The NE ¼ of the NE ¼
Section 11:	The N ½ of the NW ¼, the W ½ of the NE ¼

PARCEL 5

A tract of land situated in a portion of the NE ¼ of Section 13, Township 8 North, Range 1 East, B.M., Gem County, Idaho, more particularly described as follows:

BEGINNING at the Northwest corner of the NE ¼ of Section 13, T. 8 N., R. 1 E., B.M., Gem County, Idaho, marked by a 5/8" iron pin with aluminum cap stamped PLS 6552; thence
North 89°30'00" East, 1768.60 feet along the North line of said NE ¼ to the East line of the West 26 2/3 rods of the E ½ of said NE ¼ marked by a set ½" iron pin with plastic cap PLS 6552; thence
South 00°34'20" East, 1395.86 feet along said East line to a set ½" iron pin with plastic cap PLS 6552; thence
South 73°57'43" West, 380.28 feet to a set ½" iron pin with plastic cap PLS 6552; thence
South 03°31'57" West, 253.90 feet to the centerline of Timber Butte Road; thence along said centerline

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PAGES 4 OF 6

North 86°54'00" West, 38.67 feet to the beginning of a tangent 185.00 foot radius curve to the left; thence
Westerly along the arc of said curve through a central angle of 35°16'00" a distance of 113.87 feet (the long chord bears South 75°28'00" West, 112.08 feet); thence tangent to said curve
South 57°50'00" West, 250.00 feet; thence
South 62°55'00" West, 277.00 feet; thence
South 68°41'00" West, 105.00 feet; thence
South 64°15'00" West, 141.98 feet to a point on the prolongation of an existing fence; thence leaving said centerline and along the existing fence line the following courses and distances:
North 25°06'54" West, 199.83 feet to a set ½" iron pin with plastic cap PLS 6552;
North 42°16'56" West, 67.22 feet to a set ½" iron pin with plastic cap PLS 6552;
North 10°21'25" West, 95.38 feet to a set ½" iron pin with plastic cap PLS 6552;
North 14°26'05" East, 86.68 feet to a set ½" iron pin with plastic cap PLS 6552;
North 13°49'34" West, 204.06 feet to a set ½" iron pin with plastic cap PLS 6552
North 72°14'17" West, 398.34 feet along said fence line and the prolongation thereof to a point on the West line of said NE ¼ marked by a set ½" iron pin with plastic cap PLS 6552; thence
North 00°40'52" West, 1395.93 feet along said West line to the REAL POINT OF BEGINNING.

PARCEL 6

TOWNSHIP 8 North, Range 1 East, B.M., Gem County, Idaho

Section 12: The SW ¼ of the SE ¼

PARCEL 7

TOWNSHIP 8 North, Range 1 East, B.M., Gem County, Idaho

Section 12: The West 13 1/3 acres of the SE ¼ of the SE ¼

PARCEL 8

TOWNSHIP 8 North, Range 1 East, B.M., Gem County, Idaho

Section 12: The SW ¼ of the NE ¼, the NW ¼ of the SE ¼

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Order No.: 405056718

LEGAL DESCRIPTION

EXHIBIT 'A'

THOSE PARCELS SITUATED IN BOISE COUNTY, IDAHO

Parcel 1:

Lot 4 and the South Half of the Southeast Quarter of the Southwest Quarter and the South Half of the Southwest Quarter of the Southeast Quarter, all in Section 7;
And the Northeast Quarter and the Northwest Quarter and the South Half, all in Section 17;
And the Northeast Quarter and the East Half of the Northwest Quarter and Lot 3 and Lot 4 and Lot 1 and the East Half of the Southwest Quarter and the Southeast Quarter, all in Section 18;
And the Northeast Quarter and the East Half of the Northwest Quarter and Lot 1 and Lot 2 and the Northeast Quarter of the Southwest Quarter and the Southeast Quarter, all in Section 19;
And the North Half and the Southwest Quarter and the North Half of the Southeast Quarter, all in Section 20;
And the North Half and the North Half of the Southwest Quarter and the North Half of the Southeast Quarter, all in Section 21;
And the West Half of Section 29;
And the East Half of Section 30;
and the Northeast Quarter and the Southeast Quarter of the Northwest Quarter and Lot 1 and Lot 2 and Lot 3 and Lot 4 and the East Half of the Southwest Quarter and the Southeast Quarter, all in Section 31;
And the West Half of Section 32;
All in Township 9 North, Range 2 East, Boise Meridian, Boise County, Idaho; and

All of Section 5;
And Lot 1 and the Southeast Quarter of the Northeast Quarter and the East Half of the Southeast Quarter, all in Section 6;
And the Northwest Quarter of the Northeast Quarter and the Northeast Quarter of the Northwest Quarter, all in Section 8;
All in Township 8 North, Range 2 East, Boise Meridian, in Boise County, Idaho.

Parcel 2:

The Northeast Quarter of the Northeast Quarter and the South Half of the Northeast Quarter; and the South Half, all in Section 8;
And the Northwest Quarter and the Northeast Quarter of the Southwest Quarter; and the Northwest Quarter of the Southwest Quarter; all in Section 9;
All in Township 8 North, Range 2 East, Boise Meridian in Boise County, Idaho.

EXCEPTING THEREFROM the following described tract of land:

A tract of land situated in a portion of the Southeast Quarter of Section 8, Township 8 North, Range 2 East, Boise Meridian, Boise County, Idaho, more particularly described as follows:

Commencing at the Southeast corner of Section 8, Township 8 North, Range 2 East, Boise Meridian, marked by a 5/8" iron pin and aluminum cap monumenting L.S. 4108; thence
South 89°42'00" West along the South line of the Southeast Quarter a distance of 959.60 feet to a point, the REAL POINT OF BEGINNING; thence continuing
South 89°42'00" West along the South line of the Southwest Quarter, a distance of 346.41 feet to the Southwest corner of the Southeast Quarter of the Southeast Quarter; thence
North 27°22'00" West a distance of 64.05 feet to a point on the Southerly boundary of a tract of land being described by a certain Warranty Deed, filed as Instrument No. 121216, records of Boise County, Idaho; thence following courses and distances:

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North 81°04'11" West a distance of 843.11 feet;
North 11°49'26" East a distance of 172.52 feet;
North 54°19'15" East a distance of 618.69 feet;
South 87°18'11" East a distance of 163.85 feet;
South 34°55'55" East a distance of 99.41 feet;
South 77°35'49" East a distance of 230.60 feet;
South 35°06'38" East a distance of 52.25 feet;
South 05°52'09" East a distance of 125.47 feet;
South 82°59'46" East a distance of 41.09 feet;
South 69°24'29" East a distance of 54.19 feet;
South 13°14'07" East a distance of 395.80 feet to the POINT OF BEGINNING.

Parcel 3:

An easement, appurtenant to Parcel 2 above, for ingress and egress over and across an existing road upon the following described property:

A tract of land situated in a portion of the Southeast Quarter of Section 8, Township 8 North, Range 2 East, Boise Meridian, Boise County, Idaho, more particularly described as follows:

Commencing at the Southeast corner of Section 8, Township 8 North, Range 2 East, Boise Meridian, marked by a 5/8" iron pin and aluminum cap monumenting L.S. 4108; thence
South 89°42'00" West along the South line of the Southeast Quarter a distance of 959.60 feet to a point, the REAL POINT OF BEGINNING; thence continuing
South 89°42'00" West along the South line of the Southwest Quarter, a distance of 346.41 feet to the Southwest corner of the Southeast Quarter of the Southeast Quarter; thence
North 27°22'00" West a distance of 64.05 feet to a point on the Southerly boundary of a tract of land being described by a certain Warranty Deed, filed as Instrument No. 121216, records of Boise County, Idaho; thence following courses and distances:
North 81°04'11" West a distance of 843.11 feet;
North 11°49'26" East a distance of 172.52 feet;
North 54°19'15" East a distance of 618.69 feet;
South 87°18'11" East a distance of 163.85 feet;
South 34°55'55" East a distance of 99.41 feet;
South 77°35'49" East a distance of 230.60 feet;
South 35°06'38" East a distance of 52.25 feet;
South 05°52'09" East a distance of 125.47 feet;
South 89°59'46" East a distance of 41.09 feet;
South 69°24'29" East a distance of 54.19 feet;
South 13°14'07" East a distance of 395.80 feet to the POINT OF BEGINNING.