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TELEFAX TRANSMITTAL

TO: Cory Skinner
(NAME)

DATE: 6-26-06

(COMPANY)

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FROM: Scott Poulson

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THANK YOU.



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June 24, 2006

Idaho Department of Water Resources
322 E Front Street
P.O. Box 83720
Boise, Idaho 83720-0098

RE: Harris Ag, LLC
2655 East 1440 South
Malta, Idaho 83442

To whom it may Concern:

In reference to letter dated January 18, 2006 from Western AgCredit to the Idaho Department of Water Resources Paragraph 3 (attachment). Western AgCredit acknowledges that with the change of use of water from irrigation consumptive use to livestock feedlot consumptive use, that the State of Idaho Department of Water Resources will use differing calculations based on the volume of water consumed.

For this reason the volume of water used by the feed lot use will be less than that used for irrigation. It is also recognized that if in the future the property owners considered changing the water volume use from livestock feedlot back to irrigation that application would be required by the State of Idaho and consideration maybe given for a change of flow consistent with the future use. Western AgCredit also acknowledges that the volume of water assigned to the use is subject to the approval by the Idaho Department of Water Resources.

If you have any questions, please call toll free 1-800-748-5071.

Scott J. Poulsen
Vice President
Area Manager

Includes: attachments



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January 18, 2006

Idaho Department of Water Resources
322 E Front Street
P. O. Box 83720
Boise ID 83720-0098

RE: Harris Ag, LLC
2655 East 1440 South
Malta, Idaho 83442

To Whom it may Concern:

This letter is for the sole purpose of Western AgCredit as the primary lien holder of the Harris Ag, LLC real property and water rights, authorizing the change of use of existing water rights described in water user claim #43-10499 and #43-12967.

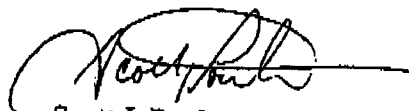
It is the understanding of Western AgCredit that the water rights associated to the above described water user claims will have a change of use as described in transfer #72527 which is to provide additional water for a feedlot operation by converting a 10.5 acre portion of an irrigation water right to stock water and commercial use for the feed lot. In addition the application will describe all three existing wells to serve the feedlot operation on the rights that provide water for the feedlot. The application also proposes updating the ownership of the water rights involved with the application. Western AgCredit approves the intent of this application dated January 12, 2006.

Western AgCredit recognizes the change of use will better describe the actual use of the water rights as they exists on this property and that this does not reduce the water rights associated to the property securing Western AgCredit's mortgage.

Instrument of W
January 18, 2006
Page 2

If you have any questions, please call toll free 1-800-748-5071.

Sincerely,



Scott J. Poulsen
Area Manager

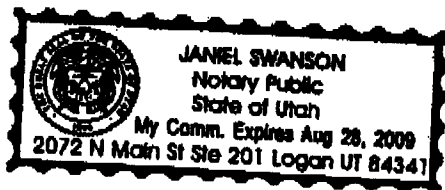
SJP/sb

STATE OF UTAH)

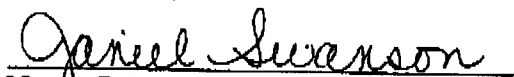
COUNTY OF CACHE)

ss.

On this 17th day of January, 2006, before me, the undersigned Notary Public in and for said County and State, personally appeared SCOTT J. POULSEN personally known to me to be the person who executed the within instrument as VICE PRESIDENT/AREA MANAGER, or on behalf of the WESTERN AGCREDIT, FLCA therein named, and acknowledged to me that the corporation executed the within instrument pursuant to its by-laws or a resolution of its board of directors.



WITNESS my hand and official seal


Notary Public in and for said County and
State