

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES
322 East Front Street, P.O. Box 83720
Boise, Idaho 83720-0098

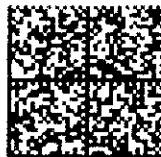
in Service Requested

37-8205

Debbie
Gibson

KELS 959

PRESORTED
FIRST CLASS



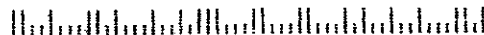
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State of Idaho

DEPARTMENT OF WATER RESOURCES

322 East Front Street, P.O. Box 83720, Boise, ID 83720-0098

Phone: (208) 287-4800 Fax: (208) 287-6700 Web Site: www.idwr.idaho.gov

DIRK KEMPTHORNE
Governor

KARL J. DREHER
Director

April 13, 2006

SUN VALLEY LAND & MINERAL INC
PO BOX 1959
SUN VALLEY ID 83353

RE: PERMIT NO. 37-8205

Dear Permit Holder:

Enclosed is a copy of the approved request for extension of time submitted in connection with the above referenced permit which extends the proof due date to **October 17, 2009**. Please note that the department granted this extension based on evidence of **due diligence**. It is important that you work diligently toward the completion of this project during the construction period allowed.

According to Section 42-248, Idaho Code, that requires you or the owner of this water right to maintain current ownership and address records on file with the department. Please contact any office of the department for the proper form to file a change of ownership of a water right and/or a change in the address of the owner. Additionally, these forms can be found on our website at: <http://www.idwr.idaho.gov>

If you have any questions regarding this matter, contact me at (208) 287-4942.

Sincerely,

A handwritten signature in black ink that reads "Deborah J. Gibson". The signature is written in a cursive, flowing style.

Deborah J. Gibson
Administrative Assistant
Water Allocation Bureau

Enclosure

Cc: Brockway Engineering (via fax)

Form 204
7/94For Office Use Only
\$50 Fee Received by: CB
Date: 4-13-06
Receipt No.: C680929STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES**REQUEST FOR EXTENSION OF TIME**
TO PROVIDE ADDITIONAL TIME IN WHICH TO SUBMIT PROOF OF
BENEFICIAL USE FOR A WATER RIGHT PERMIT

The Idaho Department of Water Resources will consider this form as a request that the permit holder(s) be granted an additional period of time under the provisions of Section 42-204, Idaho Code in which to complete development of a water right.

Permit No.: 37-08205Name(s) of Permit Holder: Sun Valley Land & Mineral, Inc.Mailing Address: P.O. Box 1959Date Proof is Due: October 17, 2006Telephone No.: 208-726-4113

Describe what work has been completed toward the development of this water right:

(This must be filled out! If no work has been completed, show "none".)

Activities to date are shown in Exhibit A. Construction on water amenities associated with the project has been
completed (see Exhibits C & D). Additional geothermal evaluations by Brockway Engineering have been persued.
Geothermal use to date, and planned is as shown on Exhibits C & E.

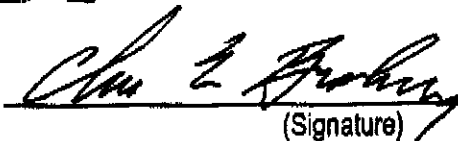
Costing \$ 600,000

The permit holder(s) has been unable to complete the remainder of the work for the following reasons:

Litigation on property ownership has prevented final planing and construction. Illness of major partner has hampered
progress. Conflicting SRBA claims for hot water by Goldsmith and Deer Creek Ranch have prevented final planning.
(see Exhibits A & C

Permit holder(s) request an extension to October 17, 2009.

FEE \$ 50.00



(Signature)

*If other than permit holder, Power of Attorney must be supplied.

ACTION OF THE DEPARTMENT OF WATER RESOURCES

IT IS HERBY ORDERED that the above request for extension of time be

APPROVED and the time within which to submit proof of beneficial use is extended
to October 17, 2009.Signed this 13th day of April20 06
GARY SPACKMAN

Idaho Department of Water Resources Receipt

Receipt ID C080929

Payment Amount \$50.00 Date Received 4/13/2006 12:44:16 PM Region State Status
Payment Type Check Check Number 6249

Payer BROCKWAY ENGINEERING PLLC
Comment FOR SUN VALLEY LAND AND MINERAL EXTENSION

Fee Detail

Amount	Description	Fund	FD	PCA	SO
\$50.00	EXTENSIONS	0229	21	56103	1155


Signature Line (Dept. Representative)