

1-24-05

Permit # 95-09034

Hoyt Water Co. LLC
Bradley J Hoyt, mgr
509-230-4700

Sirs:

I spoke with Al Beardslee in your Coeur d'Alene office. He suggested we apply for an extension.

We drilled 10 holes, 4 are producing. We are researching where to drill another in order to have sufficient water for the development. Jim Desmit (Quantum Engineering) has been working with us to determine the best location.

The best idea to date is drilling in the Rathdrum prairie aquifer. We will have to secure land and easements to pump the water under the railroad and the state highway. Up the hill to the reservoirs. Est. Cost \$250,000.

Please grant an extension.

Bradley J Hoyt, mgr

cc. Al Beardslee

Thank You.