

ERO Resources Corp.
1106 N Cole Rd , Ste. C
Boise, Idaho 83704-8661
(208) 373-7983
Fax: 373-7985

Denver • Boise

www.eroresources.com
eroboise@eroresources.com

RECEIVED

JAN 11 2005

Department of Water Resources

January 7, 2005

Cynthia Bridge-Clark
Idaho Department of Water Resources
322 E. Front St.
Boise, ID 83720

RE: Mark McDonough Water Bank Applications – 63-3597F & 63-7156D

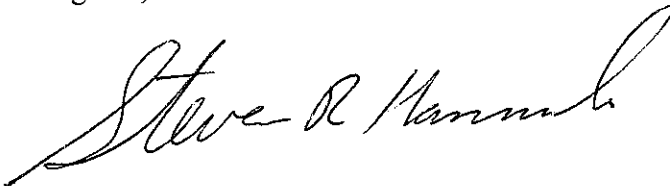
Dear Cynthia:

Mr Mark McDonough has several water rights offered in the water supply bank, including 63-3597F, 63-7156D, 63-8389, 63-9807, 63-361, 02-10209, 02-2431, 02-2240. In each application to the water supply bank the phrase 'current rental rate' was used as the minimum payment acceptable.

With this letter, Mr. McDonough would like to request that the minimum payment acceptable be re-worded to say that the 'rental rate and terms to be negotiated with owner.'

If you have any questions, please call.

Regards,



Steven R. Hannula

cc: Mark McDonough, Bruce Smith