

RECEIVED

NOV 07 1994

Department of Water Resources

NOTICE OF PLEDGE

IDAHO DEPT. OF WATER RESOURCES
P.O. Box 83720
Boise, Idaho 83720-0098

LOAN NO. 220030-9

17-02041

Attention: State Engineer

Please be notified that the undersigned have executed a Mortgage in favor of the Federal Land Bank of Sacramento, covering certain land in Oneida, Idaho, together with all of the Mortgagor's right to use the following:

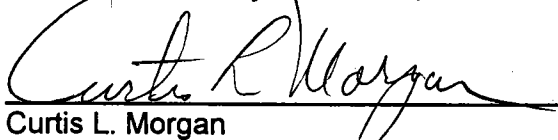
2,096.5 acre feet of water from a well located in the Southwest 1/4 of the Northwest 1/4 of Section 16, Township 16 South, Range 32 East, Boise Meridian, for irrigation of 599 acres of the above described land, as evidenced by License of Water Right No. 17-2041, issued by the State of Idaho Department of Water Administration; also together with the right to use 1512 acre feet of water from a well located in the Northwest 1/4 of the Northwest 1/4 of Section 16, Township 16 South, Range 32 East, Boise Meridian, for irrigation of 432 acres of the above described land, as evidenced by License of Water Right No. 17-7013, issued by the State of Idaho Department of Water Administration.

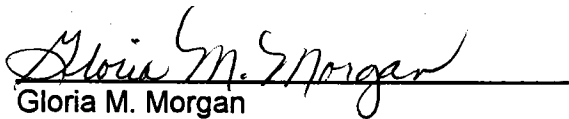
The said Mortgage, given to secure a promissory note of even date, was recorded June 1, 1978, in the office of the County Recorder of the above referenced County, as Instrument No. 98045.

A Quit Claim Deed has been executed by Curtis L. Morgan and Gloria M. Morgan, husband and wife, in favor of Morgan Farm Ltd., a Utah Limited Partnership, dated April 13, 1994, recorded on film as Instrument No. 120272.

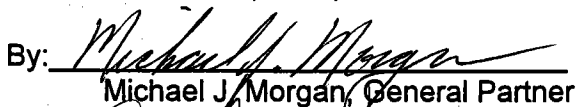
Please file this notice with your records of the above referenced and direct notice of any intended change of the place of use or other change which materially affects the beneficiary's security interest in the said rights to the Western Farm Credit Bank, P.O. Box 13106, Sacramento, California 95813.

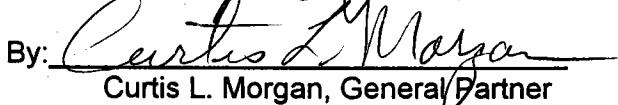
Dated this 18th day of October, 1994.


Curtis L. Morgan


Gloria M. Morgan

MORGAN FARMS, LTD., a Utah Limited Partnership

By: 
Michael J. Morgan, General Partner

By: 
Curtis L. Morgan, General Partner

ACKNOWLEDGEMENT FROM STATE DEPARTMENT OF WATER RESOURCES

Receipt of the Notice of Pledge, of which this is a duplicate original, is acknowledged. One original of this notice will be filed with the records of the subject water rights in this Office.

Date

Signature of authorized person representing
the Department of Water Resources

Title