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January 16, 2015

Thomas J. Budge
Racine, Olson, Nye, Budge & Bailey
201 E. Center, Ste. A2
P.O. Box 1391
Pocatello, ID 83204-1301

Re: Permission to IGWA for a pipeline to Rangen, Inc. across the property of Walter and Margaret Candy (located in the NWSW and SWNW of Section 32, Township 7 South, Range 14 East, Boise Meridian)

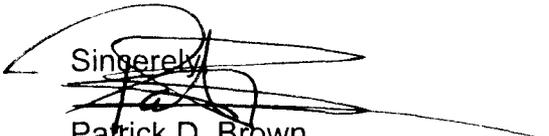
Dear Mr. Budge:

As you and I have discussed by phone, Walter and Margaret Candy have authorized me to continue to extend their permission for IGWA to have and use a pipeline across their property in order to convey water to Rangen, Inc. from Magic Springs. The permission Candys are granting is in the form of a license and is revocable at any time.

They will not revoke the permission as long as, in their sole discretion, they believe we are progressing towards the execution of a comprehensive agreement which not only grants IGWA a license for the pipeline but assures that IGWA and its members will supply water to the senior water rights. Of course this comprehensive agreement will also have to be formally approved by the State of Idaho.

The permission Candys continue to extend is not intended and shall not in any way be construed to be an easement. We remain convinced that an easement is not necessary, as access and use will be fully and continuously licensed under conditions to be set forth in the anticipated agreement.

Please let me know if there is anything else I can do to assist you in providing documentation to IDWR about this matter.


Patrick D. Brown