

WA

For Office Use Only
\$50 Fee Received by AMB
Date 7/31/06
Receipt No. C081803

Should questions arise during the processing of this application please contact:
David Shaw - ERO Resources Corp. (208) 373-7983

RECEIVED

JUL 31 2006

DEPARTMENT OF
WATER RESOURCES

STATE 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. 63-31679

Name(s) of Permit Holder: Hillview Development Corp. and/or Charles E. Bailey

Mailing Address: 150 E Aikens, Suite A, Eagle, ID 83616

Date Proof is Due: 8/1/2006

Telephone No. (208) 939-2730

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".)

This permit was approved for the development of 32 homes in rural Ada County. After approval of the permit and before the start of construction the proposed development land was included in the City of Star area of impact and the original proposed development no longer conformed to developments in the impact area. A modified development plan is being prepared that will be acceptable to the City of Star. The cost of preparing the development plan and the modified plan is shown to the right.

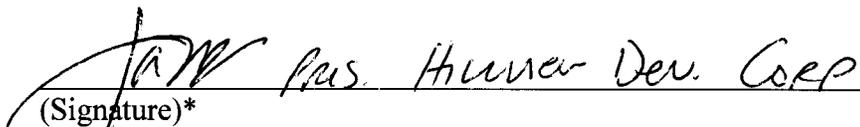
Costing \$88,490.00

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

The development could not go forward as proposed when the land was included in the City of Star impact area. A modified development plan has not yet been approved by the city to allow development to continue.

Permit holder(s) request an extension to August 1, 2011.

FEE: \$50.00


(Signature)*

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

ACTION OF THE DEPARTMENT OF WATER RESOURCES

IT IS HEREBY 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 August 1, 2011.

Signed this 3rd day of October, 2006.


GARY SPACKMAN