



DOUGLAS A. DUCEY
Governor

THOMAS BUSCHATZKE
Director

ARIZONA DEPARTMENT of WATER RESOURCES
3550 North Central Avenue, Second Floor
Phoenix, Arizona 85012-2105
602.771.8500
azwater.gov

August 22, 2016

Del Rio Springs Loan Partners, LLC
Attn: Mr. Bob O'Rear
9001 NE 26th Street
Bellevue, WA 98004

COPY

Re: Re-issuance of Extinguishment Certificate No. 58-106092.0009

Dear Mr. O'Rear:

The Arizona Department of Water Resources is re-issuing the Extinguishment Certificate No. 58-106092.0009 which confirms the conveyance of 5,250 acre-feet of extinguishment credits from The Bond Ranch at Del Rio Springs, LLC to Del Rio Springs Loan Partners, LLC. This certificate is being re-issued in the correct name of Del Rio *Springs* Loan Partners, LLC.

If you have any questions about the conveyance of these credits, please contact the Assured and Adequate Water Supply Program at 602-771-8599.

Sincerely,

Gerry L. Walker, Deputy Assistant Director
Water Planning & Permitting Division

Enclosure

Extinguishment Certificate

STATE OF ARIZONA DEPARTMENT OF WATER RESOURCES

*Pursuant to the provisions of
A.R.S. § 45-576 and R12-15-723*

*Del Rio Springs Loan Partners, LLC
9001 NE 26th Street
Bellevue, Washington 98004*

COPY

has acquired Assured Water Supply Credits from Certificate No. 58-106092.0007.

A New Extinguishment Certificate No.

58-106092.0009

*has been re-issued in the
PRESCOTT ACTIVE MANAGEMENT AREA*

*The value of this extinguishment certificate totals 5,250.00 acre-feet of assured water supply credits;
these credits have not been pledged.*



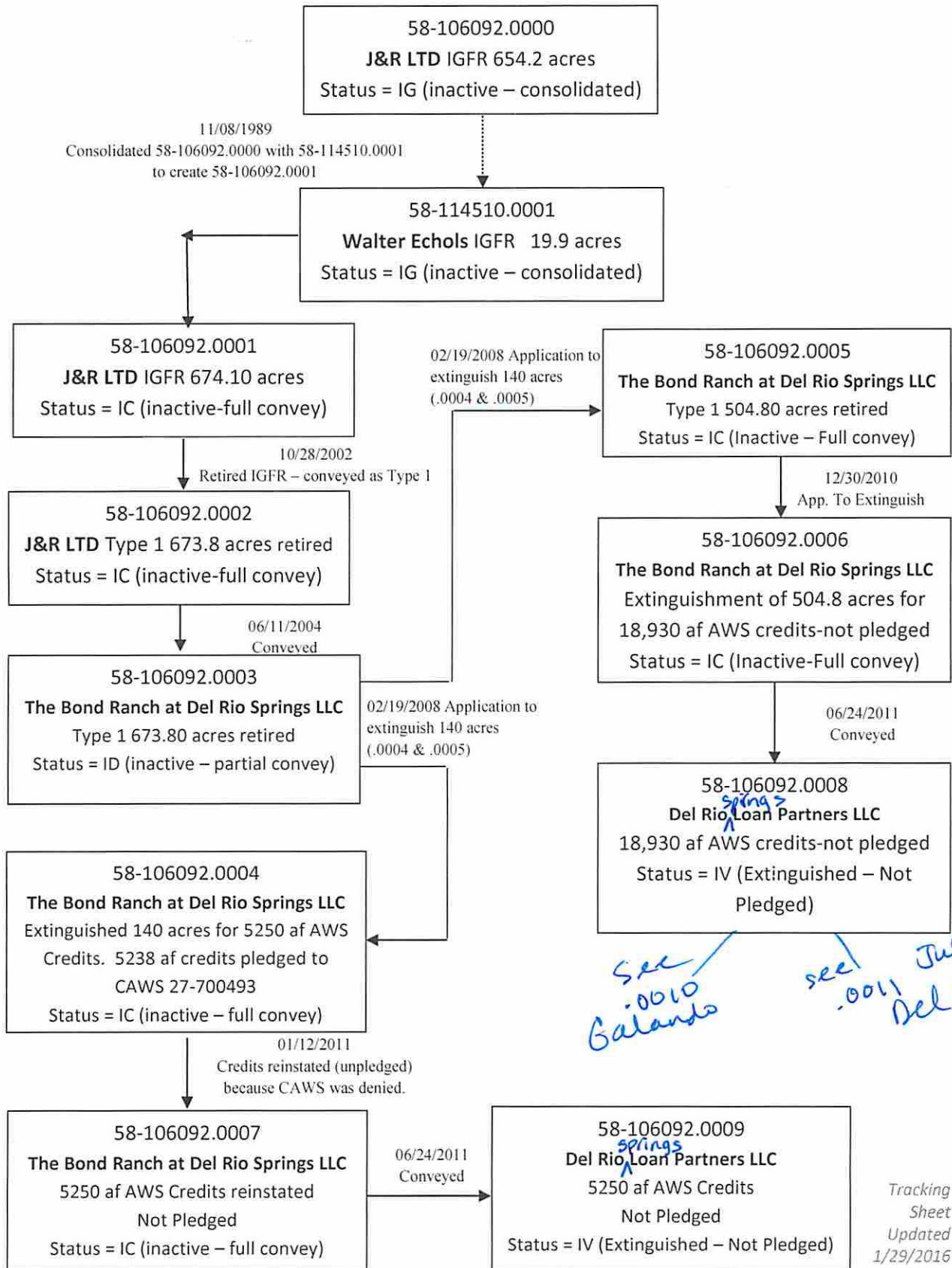
*Extinguishment Certificate No. 58-106092.0009 is effective as of
the 24th day of June, 2011*

Gerry L. Walker

*Gerry L. Walker, Deputy Assistant Director
Water Planning & Permitting Division*

IGFR CONVEYANCE TRACKING SHEET FOR 58-106092.0000

PRESCOTT AMA

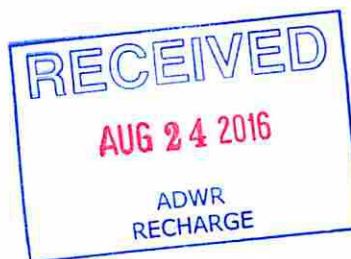


Tracking Sheet Updated 1/29/2016

August 23, 2016

HAND-DELIVERED

Attention: Shannon L. Reif
Arizona Department of Water Resources
1110 W. Washington Street
Suite 310
Phoenix, AZ 85007



Re: Extinguishment Certificate 58-106092.0009

Dear Ms. Reif:

We represent Del Rio Springs Loan Partners, LLC. I enclose the original Extinguishment Certificate No. 58-106092.0009. It is my understanding that you will have the Certificate reissued in the correct name of Del Rio Springs Loan Partners, LLC. I request that you please return the reissued Certificate to my office.

Thank you for your attention to this matter.

Very truly yours,

Brian Imbornoni

BI:cw

Enclosure

cc: Kathleen Ferris

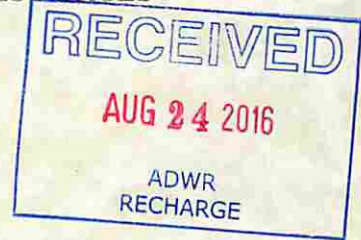
Extinguishment Certificate

STATE OF ARIZONA DEPARTMENT OF WATER RESOURCES

Pursuant to the provisions of
A.R.S. § 45-576 and R12-15-723

wrong
name

Del Rio Loan Partners, LLC
9001 NE 26th Street
Bellevue, Washington 98004



has acquired Assured Water Supply Credits from Certificate No. 58-106092.0007.

A New Extinguishment Certificate No.

58-106092.0009

has been issued in the
PRESCOTT ACTIVE MANAGEMENT AREA

The value of this extinguishment certificate totals 5,250.00 acre-feet of assured water supply credits;
these credits have not been pledged.

VOID
Certificate re-issued



Extinguishment Certificate No. 58-106092.0009 is effective as of
the 24th day of June, 2011

Richard B. Obenshain, Manager
Assured and Adequate Water Supply/Recharge Programs



DOUGLAS A. DUCEY
Governor

THOMAS BUSCHATZKE
Director

ARIZONA DEPARTMENT of WATER RESOURCES
3550 North Central Avenue, Second Floor
Phoenix, Arizona 85012-2105
602.771.8500
azwater.gov

January 14, 2016

COPY

Del Rio Loan Partners, LLC
Attn: Mr. Bob O'Rear
9001 NE 26th Street
Bellevue, WA 98004

**Re: Conveyance of Assured Water Supply Credits Associated with Extinguishment Certificate
No. 58-106092.0007**

Dear Mr. O'Rear:

The Arizona Department of Water Resources processed a request dated June 24, 2011, to convey extinguishment credits associated with Extinguishment Certificate No. 58-106092.0007. Enclosed is Extinguishment Certificate No. 58-106092.0009 which confirms the conveyance of 5,250 acre-feet of extinguishment credits from The Bond Ranch at Del Rio Springs, LLC to Del Rio Loan Partners, LLC.

If you have any questions about the conveyance of these credits, please contact the Assured and Adequate Water Supply Program at 602-771-8599.

Sincerely,

Richard B. Obenshain, Manager
Assured & Adequate Water Supply/Recharge Programs

Enclosure

Extinguishment Certificate

STATE OF ARIZONA DEPARTMENT OF WATER RESOURCES

Pursuant to the provisions of
A.R.S. § 45-576 and R12-15-723

COPY

^{Springs}
Del Rio Loan Partners, LLC
9001 NE 26th Street
Bellevue, Washington 98004

has acquired Assured Water Supply Credits from Certificate No. 58-106092.0007.

A New Extinguishment Certificate No.

58-106092.0009

has been issued in the
PRESCOTT ACTIVE MANAGEMENT AREA

The value of this extinguishment certificate totals 5,250.00 acre-feet of assured water supply credits;
these credits have not been pledged.



Extinguishment Certificate No. 58-106092.0009 is effective as of
the 24th day of June, 2011

A handwritten signature in cursive script that reads "Richard B. Obenshain".

Richard B. Obenshain, Manager
Assured and Adequate Water Supply/Recharge Programs

58-106092.0009



Arizona Department of Water Resources
 Office of Assured and Adequate Water Supply
 3550 N. Central Ave, 2nd Floor
 Phoenix, Arizona 85012
 (602) 771-8599
 Web: www.azwater.gov

**Conveyance
 of Extinguishment Credits**
 A.A.C. R12-15-723

- ❖ The Credit holder's signature on this form must be notarized.
- ❖ **FEES: The fee for a Conveyance of Extinguishment Credits is \$250.00.** Payment may be made by cash, check, or credit card (if you wish to pay by credit card, please contact the Office of Assured and Adequate Water Supply at 602-771-8599). Checks should be made payable to the Arizona Department of Water Resources. **Failure to enclose the fee will cause the form to be returned. Fees for a Conveyance of Extinguishment Credits are authorized by A.R.S. § 45-113 and A.A.C. R12-15-104.**
- ❖ The effective date of this conveyance is the date of Notarization.
- ❖ Enclose the original extinguishment document for the first conveyance. If the original document has been lost, a notarized statement to this effect must be submitted.
- ❖ Once extinguishment credits are pledged to a Certificate of Assured Water Supply, they may not be re-conveyed.
- ❖ In the case of a change in ownership of the subdivision, use this form to re-convey the credits to the same subdivision. You may choose to withdraw the pledged credits in the case of a change in ownership, but only if no lots have been sold.
- ❖ Extinguishment credits may not be transferred or pledged outside of the active management area in which they originated.



The undersigned party hereby notifies the Arizona Department of Water Resources of the Conveyance of the following extinguishment credits:

EXTINGUISHMENT DOCUMENT NUMBER 58 - 106092.00097	ACTIVE MANAGEMENT AREA (CHECK ONE) <input type="checkbox"/> Phoenix <input type="checkbox"/> Pinal <input checked="" type="checkbox"/> Prescott <input type="checkbox"/> Tucson
AMOUNT OF CREDITS ON CURRENT EXTINGUISHMENT DOCUMENT 5,250. Acre-Feet	CREDITS ARE BEING PLEDGED TO (CHECK ONE):
AMOUNT OF CREDITS TO BE CONVEYED 5,250. Acre-Feet	<input type="checkbox"/> DESIGNATED WATER PROVIDER DWR NO. 26-
	<input type="checkbox"/> CERTIFICATE OF ASSURED WATER SUPPLY DWR NO. 27-
	<input checked="" type="checkbox"/> CREDITS ARE NOT BEING PLEDGED AT THIS TIME

Creditholder	If credits are not being pledged at this time, convey to:
FULL NAME OF COMPANY, ORGANIZATION, OR INDIVIDUAL THE BOND RANCH AT DEL RIO SPRINGS LLC	FULL NAME OF COMPANY, ORGANIZATION, OR INDIVIDUAL DEL RIO LOAN PARTNERS, LLC
MAILING ADDRESS 11415 SLATER AVENUE NE, SUITE 100	MAILING ADDRESS 9001 NE 26TH ST
CITY / STATE / ZIP CODE KIRKLAND, WA 98033	CITY / STATE / ZIP CODE BELLEVUE, WA. 98004
CONTACT PERSON NAME AND TITLE TOM WICK, MANAGER	CONTACT PERSON NAME AND TITLE ROBERT O'REAR
TELEPHONE NUMBER FAX 206-799-4300 —	TELEPHONE NUMBER FAX 425-753-1429 —

Sign in the presence of a Notary Public
 SIGNATURE OF CREDITHOLDER: *Paul Williams, Manager of Property*
 DATE: 6-24-11
Del Rio Springs Loan Partners LLC

58-106092.0009

NOTARY PUBLIC ACKNOWLEDGMENT

STATE OF ARIZONA)
COUNTY OF Maricopa)§

Subscribed and sworn to before me by Paul Louis Aslanian _____
(SELLER)

this 24th day of June, 2011.

Guadalupe R. Beimer

NOTARY PUBLIC SIGNATURE

03 15 1 2014

DATE COMMISSION EXPIRES

(SEAL)



Extinguishment Of Grandfathered Groundwater Right

COUNTY OF YAVAPAI
STATE OF ARIZONA DEPARTMENT OF WATER RESOURCES

Pursuant to the provision of
A.R.S. § 45-576 and R12-15-723

The Bond Ranch at Del Rio Springs, LLC
11415 Slater Avenue NE, Suite 100
Kirkland, WA 98033

has permanently extinguished

TYPE I NON- IRRIGATION GRANDFATHERED RIGHT

58-106092.0007

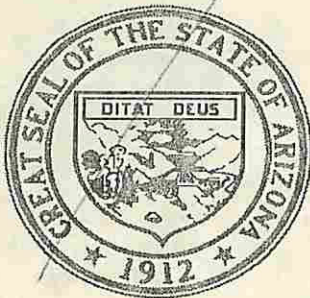
in the
PRESCOTT ACTIVE MANAGEMENT AREA

The extinguishment was associated with 140.00 acres of land described as follows:

A portion of Section 27, Township 17 North, Range 2 West of the GSRB&M. A copy of the map exhibit map depicting the extinguished acres is on file with this Department.

The value of the extinguishment credit totals 5,250 acre-feet as of the date specified below, and these credits have not been pledged.

fully conveyed to .0009



GRANDFATHERED GROUNDWATER RIGHT NO. 58-106092.0004

has been permanently extinguished on this 12th day of January, 2011.

Douglas W. Dunham, Manager
Recharge, Assured & Adequate Water Supply Programs
Water Management Division

THESE CREDITS MAY NOT BE CONVEYED IF THEY HAVE BEEN PLEDGED TO
A CERTIFICATE OR DESIGNATION OF ASSURED WATER SUPPLY

JANICE K. BREWER
Governor



SANDRA A. FABRITZ-WHITNEY
Acting-Director

ARIZONA DEPARTMENT OF WATER RESOURCES

3550 North Central Avenue, Second Floor
PHOENIX, ARIZONA 85012-2105

(602) 771-8500

January 12, 2011

Mr. Paul Aslanian
The Bond Ranch at Del Rio Springs LLC
11415 Slater Avenue, NE, Suite 100
Kirkland WA 98033

**Re: Reinstatement of Extinguishment Credits of a Type 1 Non -Irrigation Grandfathered
Groundwater Right No. 58-106092.0004**

Dear Mr. Aslanian:

The Arizona Department of Water Resources has processed your request to reinstate the extinguishment credits from the Type 1 non-irrigation grandfathered groundwater right number **58-106092.0004** for the purpose of obtaining assured water supply credits, pursuant to R12-15-723. The new number assigned to your extinguishment document is **58-106092.0007**.

Enclosed you will find the document that evidences the extinguishment. This document verifies that **140.00 acres** of the Type 1 non-irrigation grandfathered groundwater right have been extinguished for a total of **5,250 acre-feet** of assured water supply credits.

At your request, the assured water supply credits are currently unpledged. Please note that in order pledged the credits at a future date, the Department must be notified.

Requests for information regarding the reinstatement of the Type 1 non irrigation extinguishment should be addressed to Norma Eagan in the Office of Assured & Adequate Water Supply office.

Sincerely,

A handwritten signature in black ink, appearing to read "Douglas W. Dunham", with a long horizontal line extending to the right.

Douglas W. Dunham, Manager
Recharge, Assured & Adequate Water Supply Programs
Water Management Division

dwd/ne

Enclosures

STATE OF ARIZONA
COUNTY OF Yavapai

When recorded return to:
Del Rio Springs Loan
Partners LLC
Attn: Robert O'Rear, Manager
1201 Third Avenue, Ste 2900
Seattle, WA 98101

Exempt per 11-1134(B)(1)

4034597

TRUSTEE'S DEED

Trustee Sale No: 12599TC
Loan Number: The Bond Ranch at Del Rio Spr

First American Title Insurance Company, a California Corporation, as the duly appointed Trustee of the Deed of Trust hereinafter described, does hereby grant and convey without covenant or warranty, express or implied, to **Del Rio Springs Loan Partners LLC, a State of Washington limited liability company** (herein called Grantee), the real property situated in the County of Yavapai State of Arizona described as follows:

See Exhibit "A", attached hereto and made a part thereof

Grantee Address:
Del Rio Springs Loan Partners LLC, a State of Washington limited liability company
Partners LLC
Attn: Robert O'Rear, Manager
1201 Third Avenue, Ste 2900
Seattle, WA 98101 USA

This conveyance is made pursuant to the power of sale conferred upon Trustee by the Deed of Trust dated **July 30, 2004** made by **The Bond Ranch at Del Rio Springs LLC, an Arizona limited liability company** as Trustor, **First American Title Insurance Company, a California Corporation** as Trustee and **Citicorp USA, Inc., a Delaware corporation** is named as Beneficiary dated **July 30, 2004** and recorded on **August 2, 2004** in the office of the County recorder of Yavapai County, Arizona in **Docket/Book 4173, Page 189**, and in compliance with the laws of the State of Arizona authorizing this conveyance.

Said property was sold by the Trustee at public auction on **April 1, 2011** in the County of Yavapai in which said property is situated. Grantee, being the highest bidder at such sale, became the purchaser of said property and made payment therefore to said Trustee of the amount bid, namely **\$14,000,000.00**, which payment was made either entirely in cash or by the satisfaction, protanto, of the obligation then secured by said Deed of Trust, together with the foreclosure and expenses related thereto.

EXTINGUISHMENT OF GRANDFATHERED GROUNDWATER RIGHT

COUNTY OF YAVAPAI
*Pursuant to the provision of
A.R.S. § 45-576 AND R12-15-723*

**THE BOND RANCH AT DEL RIO SPRINGS LLC
411 108TH AVE. SUITE 1970
BELLEVUE, WASHINGTON 98004**



has permanently extinguished

TYPE-1 GRANDFATHERED RIGHT NO.

*58-106092.0004
in the*

PRESCOTT ACTIVE MANAGEMENT AREA

The extinguishment was associated with 140 retired acres of land described as follows:

*ASSESSOR PARCEL NUMBER 306-40-028Q AS OF APRIL 15, 2004 LOCATED IN SECTION
27 OF TOWNSHIP 17 NORTH AND RANGE 2 WEST OF THE GSRB&M.*

The value of the extinguishment credit totals 5,250 acre feet as of the date specified below.

*These credits have not been pledged to a
Designation or Certificate of Assured Water Supply*



**GRANDFATHERED GROUNDWATER RIGHT
NO. 58-106092.0004
HAS BEEN
PERMANENTLY EXTINGUISHED
ON THIS 20TH DAY OF FEBRUARY, 2008**


Prescott Active Management Area Director

**THESE CREDITS MAY NOT BE CONVEYED IF THEY HAVE BEEN PLEDGED
TO A DESIGNATION OR CERTIFICATE OF ASSURED WATER SUPPLY.**