

REQUIREMENTS FOR A LEGALLY SUFFICIENT CONTRACT

1. The Agreement¹ must be in writing.
2. The Agreement must specify a term, with a commencement date and an ending date.
3. The name of the Lessor or Shareholder must match the name on the Water Stock Certificate or Certificates as reflected in the Company records.
4. The Agreement must be signed by all of the Lessors or Shareholders reflected in the Water Stock Certificate or Certificates and is reflected in the Company records.
5. The Agreement must be signed by each Lessee or Tenant who will be occupying the Property.
6. The Agreement filed with the Company must be an original, not a copy.
7. Any Agreement filed with the Company that does not meet the foregoing requirements shall be returned with a letter indicating the deficiency to be cured before the Company will deem the Lease or Rental Agreement to be in compliance with the Policy on Leasing of Shares or Rental Agreements as adopted by the Company.

¹“Agreement” refers to either Lease of Shares or Rental Agreement as the context requires.