

Blg Bear Municipal Water District

Lake Management

Board of Directors

Bob Ludwales - Division 1

Chuck Re-mes - Division 2 Seip Suhey - Division 3 John Em nger - Division 4

July 18, 2003

Burbank Manor, LLC

Per our recent conversation, please accept this letter as confirmation that Burbank Manor LLC has ownership of the right to one commercial boat landing permit. This permit has never been activated, but I understand it is designated for use at the "China Gardens" location.

This District is happy to enter into negotiations for specific permit conditions once a development plan has been submitted. Approval of the plan and the permit by the Board of Directors of the Big Bear Municipal Water District will be required.

If you have further questions or need information, please contact me.

Sincerely,

Sheila Hamilton General Manager