

When Recorded Return To:

C. Max Killian
4445 E. Holmes Avenue, #102
Mesa, AZ 85206

CT 102312117
22504295

**QUIT CLAIM DEED
AND**

BILL OF SALE

EXEMPT UNDER ARS 11-1134 A4

William A. Ellsworth and Sandra Sexton, Successor Co-Trustees of the Laurel P. Ellsworth
Revocable Trust under agreement dated August 17, 1993

and

HACKBERRY RANCH, L.L.C.

to

SUNNY MESA, INC.

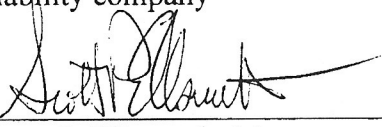
KNOW ALL BY THESE PRESENTS, that on this 7th day of January, 2011, Hackberry Ranch, L.L.C., an Arizona limited liability company authorized to do business in Arizona, and William A. Ellsworth and Sandra Sexton, Successor Co-Trustees of the Laurel P. Ellsworth Revocable Trust under agreement dated August 17, 1993, as their respective interests may appear, in consideration of the sum of Ten dollars (\$10.00) and other valuable consideration, paid by Sunny Mesa, Inc., an Arizona corporation, the receipt whereof is hereby acknowledged, do by these Presents hereby Grant, Bargain, Quit Claim, Sell, Assign, Transfer and Convey unto Sunny Mesa, Inc., and Sunny Mesa, Inc.'s successors and assigns, all of their right, title and interest in the personal and real property, leasehold interests and rights, water rights and interests in water and any and all other rights or interests appurtenant to or part of the Hackberry and Hundred Eleven Ranch situated in Graham County, Arizona including but not limited to those described on Exhibit "A" hereto attached.

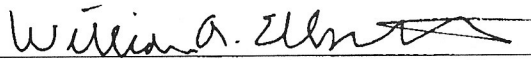
TO HAVE AND TO HOLD the same unto Sunny Mesa, Inc., and its successors and assigns forever.

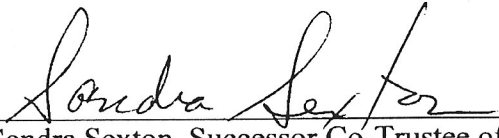
IN WITNESS WHEREOF, the Seller has executed this instrument effective the day and year first above written.

[SIGNATURES APPEAR ON NEXT PAGE]

Hackberry Ranch, L.L.C., an Arizona
limited liability company

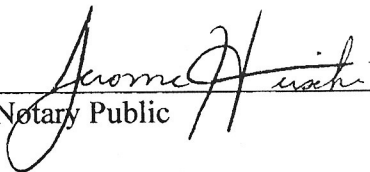
By: 
Scott P. Ellsworth, Manager


William A. Ellsworth, Successor Co-Trustee
of the Laurel P. Ellsworth Revocable Trust
under Agreement dated August 17, 1993


Sandra Sexton, Successor Co-Trustee of the
Laurel P. Ellsworth Revocable Trust
under Agreement dated August 17, 1993

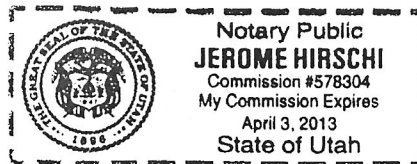
STATE OF UTAH)
) ss.
County of Utah)

The foregoing instrument was acknowledged before me this 7th day of January, 2011, by
Scott P. Ellsworth, Manager of Hackberry Ranch, L.L.C., an Arizona limited liability company.


Notary Public

My Commission Expires:

4/3/13



ASSIGNMENT OF GRAZING LEASE

The State Land Commissioner hereby consents to the Assignment of Lease Number 05-386 which expires on September 12, 2015

(Date of expiration)

and hereby orders that the lease and all rights therein are hereby assigned and transferred to:

SUNNY MESA, INC.

4445 East Holmes Avenue, Suite 102
Mesa, Arizona 85206

This assignment is made pursuant to application to assign the lease made by ASSIGNOR(S):

LAUREL P. ELLSWORTH REVOCABLE TRUST

and pursuant to application for the assumption of said lease made by ASSIGNEE(S):

SUNNY MESA, INC.

and in accordance with the laws of the State of Arizona and the rules of the State Land Department.

This assignment is made without waiver or relinquishment of any rights of the State of Arizona which may exist under the lease assigned and does not initiate any new rights to the assignee of this lease other than the rights as are set forth in the existing lease. The assignee(s) hereby assumes and agrees to perform all obligations of the lessee under the lease and accepts the lease subject to all existing terms and conditions.

Dated this 10th day of March, 2011.



State of Arizona
State Land Commissioner

By Paul Sauer

RETURN TO:

ARIZONA STATE LAND DEPARTMENT
PUBLIC COUNTER
1616 WEST ADAMS
PHOENIX, ARIZONA 85007

SUBMIT NON-REFUNDABLE FILING FEE:

New: \$150 per section
Renewal: \$200 per lease

DEPARTMENTAL USE ONLY		ROLODEX # <u>21476</u>	
ACCOUNTING		RECOMMENDATION/INITIAL	DATE
Filing Fee: New: \$150.00 per section	Exam: <u>Rati</u>	Approve <u>JS</u>	<u>JUN 09 2011</u>
Renewal: \$200.00 per lease	Exam #:	Deny	
<u>MAY 11 2011</u> N(34) R(35)	Int Title:	Reject	
	App Entry: <u>5-12-01</u>	Withdraw	

GRAZING LEASE APPLICATION ENTERED MAY 12 2011 PM

Type or print in ink.

APPLICATION NO. 05 - 336 45789 03-000

Complete ALL questions, SIGN application and ATTACH FILING FEE \$150 PER SECTION (NEW) or \$200 PER LEASE (RENEWAL).

1. APPLICANT(S):

Sunny Mesa, Inc.
Name(s)
c/o Mark W. Killian
4445 E Holmesa Ave Suite #102
Mailing Address
Mesa AZ 85206
City State Zip
Mark W. Killian 480-250-8410
Contact Person Phone No
Mark W. Killian e AOL.com
Email Address (optional) 21477

2. TYPE OF APPLICATION:

- ☒ NEW See Memo "
- ☒ NEW (ADDITIONAL ACREAGE) TO EXISTING
LEASE # 05-336 01
- ☐ RENEWAL

ARIZONA
STATE LAND
DEPARTMENT
2011 MAY 11 PM 2:01

3. REQUEST FOR GRAZING LEASE: (To be completed for NEW applications only.)

Applicant hereby makes application to lease the State lands described below for grazing purposes in accordance with the laws of the State of Arizona and the rules of the State Land Department.

4. LEGAL DESCRIPTION:

TWN.	RNG.	SEC.	LEGAL DESCRIPTION	ACRES	COUNTY
<u>9S</u>	<u>29E</u>	<u>13</u>	<u>SE 1/4 of the NW 1/4 SE 1/4 NW 1/4</u>	<u>2.5</u>	<u>Graham</u>

SLD USE ONLY		
CTY	GRT	PARCEL
<u>05</u>	<u>031</u>	<u>1005</u>

5. TERM: How many years are you requesting this lease for? 5 years

6. Are you filing this application to conflict an existing grazing lease? Yes _____ No X

If yes, indicate the Grazing Lease # _____

C. H.

7. CONTROL AND OWNERSHIP:

No credit shall be given to the applicant for any claimed grazing use of private or federal lands within the ranch unit, unless disclosed at this time or subsequently disclosed by an amended statement of your ranch holdings.

Do you control a federal grazing allotment that will be used in association with this Grazing lease? Yes X No

If yes, indicate the following: Total acres/Name of the federal allotment: 111 Allotment BLM
Administering agency/Office location: Hackberry BLM

a. Do you control any contiguous private land by written agreement that will be used in connection with the State leased lands? Yes ✓ No If yes, indicate the total acres 140,000 +/-. A copy of each written agreement for private lands you control but do not own must be attached or your application may be returned.

b. Do you own contiguous land which will be used in connection with this State Grazing lease? Yes ✓ No

If yes, indicate the total acres 210 Acres +/-, and provide supporting documentation to show proof of ownership. See Deed Attached.

8. BRAND:

a. Do you have an Arizona registered brand? Yes X No

b. Have you attached a copy of your certificate indicating proof of an Arizona Registered Brand? Yes X No
IF NOT, YOUR APPLICATION WILL BE RETURNED.

9. LIVESTOCK OPERATION:

a. Do you intend to use the leased land for livestock grazing? Yes X No

b. Indicate below the type of livestock operation you intend to manage on the subject land:

✓ Cattle sheep ✓ horses goats
✓ cow/calf cow/calf/stocker cow/calf/yearling stocker other;

c. Indicate the time of year livestock will be grazed upon the subject land:

✓ year long seasonal: Date of use, from to

10. RIGHTS:

Do you claim superior right to use this tract by virtue of private land holdings, private land leases, water rights, federal permits, improvements or other equities in the vicinity of same? Yes X No

If yes, explain in detail:

11. COMPLETE MAP ON PAGE 4.

12. COMPLETE AND SIGN PAGE 5.