

EXHIBIT "A"

Water Reservation

Grantor RESERVES one-half (1/2) of the groundwater which may be produced from the above described property. Grantor shall not retain any ownership, rights or privilege with regard to surface waters, diffused surface water, or water from Grantee's lake or water impoundments. Grantor shall also not have any ownership, rights or privileges with regard to any water which is produced from Grantee's water wells for Grantee's own agricultural or residential purposes. Grantor will not have the right to execute groundwater leases or contracts for the exploration or production of groundwater as defined hereinafter. Any monies or damages paid for surface installations or equipment to produce or store water shall be payable only to Grantee. As used herein, the term "Groundwater" shall be defined as all water percolating or trapped in formations below the surface of the property and shall not include any water either stored or impounded on the surface which flows across the surface of the property in a defined watercourse (ie. "surface water") nor any water which flows across the surface of the property in a variant or unpatterned manner (i.e. "diffused surface water").