

EL OSO WATER SUPPLY CORP

MEMBERSHIP TRANSFER AUTHORIZATION

Transferor hereby surrenders Membership in the El Oso Water Corporation by execution of the attached Stock Certificate. Water service rights granted by Membership and other qualification hereby cease contingent upon further qualification of the Transferee in accordance with the policies of the El Oso Water Supply Corporation.

By execution hereof, the undersigned hereby acknowledges that the Membership Transfer complies with the terms of one of the following items (1) through (4), thereby qualifying for transfer of Membership in accordance with the laws of the State of Texas.

- (1) The Membership is transferred by will to a person related to the Transferor within the second degree by consanguinity; or
- (2) The Membership is transferred without compensation to a person related to the Transferor within the second degree by consanguinity; or
- (3) The Membership is transferred without compensation or by sale to the Corporation; or
- (4) The Membership is transferred as a part of the conveyance of real estate from which the Membership arose.

Transferee understands that qualification for Membership is not binding on the Corporation and does not qualify Member for continued water service unless the following terms and conditions are met:

- (1) This Membership Transfer Authorization Form is completed by the Transferor and Transferee;
- (2) The Transferee has completed the required Application Packet;
- (3) All indebtedness due the Corporation has been paid;
- (4) The Transferee demonstrates satisfactory evidence of ownership of the property designated to receive service and from which the Membership originally arose; and
- (5) Any other terms and conditions of the Corporation's Tariff are properly met.

This Transfer may be executed in multiple originals, any copy of which shall be considered to be an original.

Signature of Transferor

Signature of Transferee

MEMBERSHIP TRANSFER AUTHORIZATION (CONTINUED)

_____ Transferor's Name	_____ Transferee
_____ Forwarding Address	_____ Current Address
_____ City, State, Zip Code	_____ City, State, Zip Code
_____ Phone No.	_____ Phone No.
_____ Account Number	_____ Final Reading
_____ Location of Meter	_____ Reading Date

Note: A processing fee of \$50.00 is charged to the Transferee on all transfers. Transferee understands that he/she must place a deposit Membership Fee with the Corporation.