

Memorandum

To: Jeffrey Epstein

From: Emad Hanna

Re: Zorro Ranch Project # 5 – Water Well # 1

Date: 06-10-05

I have attached an updated budget and cost analysis for the above project. At this point in time we need approval for the following items:

- a) Item # 5 – Plumbing at \$ 59,886.75 for pumps and controllers for connection to existing water distribution system.
- b) Item # 6 – Electrical at \$ 6,300 to connect power to well, pumps and controllers, although this cost increased by \$ 1,000 from the original budget.

Even with the increased \$ 1,000 for item # 6 and the additional testing costs not originally budgeted for this project will still finish below the original budget by about \$ 4,500.

Sincerely

Emad Hanna