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January 10, 2011

Mr. William J. Aila, Jr., Chairman, and
Members of the Board of Land and Natural Resources
Department of Land and Natural Resources
P. O. Box 621
Honolulu, Hawaii 96809

ATTN: Kimberly "Tiger" Mills, Staff Planner

RE: Conservation District Use Application - KA-3525
Tax Key No.: (4) 5-1-003:003, Paradise Ranch, LLC, Applicant

Dear Chairman Aila and Members of the Board:

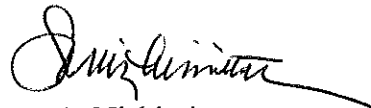
On behalf of Paradise Ranch, LLC, the permittee under the above-referenced permit, it hereby respectfully gives notice that it **surrenders** Conservation District Use Permit KA-3525. Fencing to curtail its cattle from entering Lepeuli Beach, and the maintenance work that it had desired to continue to maintain areas makai of the pasturage, shall hereafter be restricted to lands located within the State Land Use **Agricultural** District. No fencing will be installed on, upon or within the Conservation District, and aside from clean-up of debris and trash, no maintenance activities will continue within the Conservation District.

While Paradise Ranch and the landowner, Waioli Corporation, sincerely believed that its original proposal of engaging in habitat management and maintenance of the section of land adjacent to the sandy beach was in the best interests of all concerned, which would have provided a safe environment free of debris and litter, this long and costly battle involving the landowner's rights to preserve and protect its property while encouraging agriculture can no longer continue. Paradise Ranch has been waiting far too long to fence the makai section of its leased lands to expand its pasture area, and needs to attend to confining its livestock while providing it the best forage possible.

Mr. William J. Aila, Jr., Chairman, and
Members of the Board of Land and Natural Resources
Department of Land and Natural Resources
Office of Conservation and Coastal Lands
January 10, 2011
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Very truly yours,

**BELLES GRAHAM PROUDFOOT
WILSON & CHUN, LLP**



Lorna A. Nishimitsu

cc: Paradise Ranch, LLC (via email to paradisegroundscare@hawaii.rr.com)
Donald H. Wilson, Esq. (via email to dhw@kauai-law.com)
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