DEC 22 2010

Jon Streit, General Manager
Xanterra South Rim, L.L.C.
P.O. Box 699
Grand Canyon, Arizona 86023

Dear Mr. Streit:

This letter is to inform you that Grand Canyon National Park's planned initiative discontinuing the sale of single use plastic water bottles, which was intended to be effective January 1, 2011, has been temporarily delayed. The park received direction from the National Park Service Washington Office on December 16, 2010, asking that implementation of the initiative be delayed until further notice. The Director of the National Park Service is supportive of the park's direction, but is reviewing the matter further and will advise us in due time.

Therefore, for the time being, you may continue to sell bottled water, but please be advised that the sale of single use plastic water bottles will likely be discontinued in the near future. Once the park receives guidance from the Washington Office, you will have an additional 30 days to reduce inventories before the initiative is implemented. As planned, National Park Service water filling stations will still go into operation as they are completed, which is expected to be in February 2011.

We appreciate your understanding in this matter. If you have any questions regarding this issue please contact Doug Lentz, Chief, Division of Concessions Management, at (928) 638-7350.

Sincerely,

Steve Martin
Superintendent

Bcc: Charles King, Forever Resorts, GC North Rim
    Cendy Sangermano, DNC Parks and Resorts at Grand Canyon

FC:es:12.17.2010