DRAPER IRRIGATION COMPANY 12421 South 800 East Draper, UT. 84020 (801) 571-2232

February 15, 2005

Stockholders Draper Irrigation Company

Enclosed are the materials for the 2005 Annual Stockholders' meeting. We will, as always, be electing directors to the Board of Directors. At this annual meeting, we propose to elect two directors.

Please review these materials carefully. For the first time, we are mailing a ballot rather than a proxy. This means that instead of asking for your proxy to vote for only those persons nominated by the Board of Directors, we are including the names of both the two board nominees and two outside nominees and asking you to identify two for whom you would like your vote to be cast.

At the annual meeting, we will provide an operations overview and update as well as distribute our annual audited financial statements, which are scheduled to be completed for this meeting.

Perhaps the most significant change involving Draper Irrigation Company during the last year is the upcoming regulation of our culinary water service by the Utah Public Utilities Commission (the "PUC").

In late 2003, we were contacted by the Staff of the Division of Public Utilities Commission, regarding the company's exemption from PUC regulation that had been granted by a formal letter of exemption dated June 13, 2001 following our request. In response to the Division's inquiry, we met with staff members and provided substantial supplemental information. Based upon further review, we were advised by the Division that it believed its previous 2001 exemptive order had been granted erroneously. Accordingly, we reviewed available alternatives, including whether to reorganize as an improvement district, and determined that the appropriate course of action would be to implement the necessary reorganization of our culinary water service and seek a Certificate of Public Convenience and Necessity. Our culinary water service, operated under WaterPro, Inc., would then become a regulated entity subject to the jurisdiction of the Utah Public Service Commission, which would govern and review our operations and procedures, including the rates charged to customers and all other financial matters.

In November, we submitted our application to PUC, and since that time we have continued to work with the Commission to assist its staff in review of the application. You may recall that we recently contacted each of you to request approval of an amendment to our articles of incorporation to revise some of the terms of our Class B stock in order to address the Division's comments. The holders of majority of the stock entitled to vote on that proposal have now

approved this amendment. We expect that the staff review of our application will be completed soon and that our application will be considered formally by the PUC.

We expect that the PUC approval will be forthcoming in the next few months although it is impossible to predict, of course, when that might occur or whether we may encounter unexpected delays or need to address other comments from the review, comment and hearing process. Based on our initial work with the staff of the division, we do not expect that the PUC regulation will result in an increase in any rates or fees we charge to customers in the foreseeable future.

We appreciate your participation in the governance of Draper Irrigation Company. Since the company was formed in 1888, Draper Irrigation Company has been governed by its stockholders and has existed for the purpose of bringing them the water so vital to the development of their lives.

Sincerely,

DRAPER IRRIGATION COMPANY

Stephen L. Tripp

Stephen L. Tripp, President