STATE OF OREGON

COUNTY OF

JOSEPHINE

CERTIFICATE OF WATER RIGHT

This Is to Certify, That

BARBARA BALES ET AL

of PO Box 603, Cave Junction , State of Oregon 97523 , has a right to the use of the waters of Althouse Creek

a tributary of Illinois River irrigation of 124.0 acres, domestic and stock use

for the purpose of

and that said right has been confirmed by decree of the Circuit Court of the State of Oregon for Josephine County, and the said decree entered of record at Salem, in the Order Record of the WATER RESOURCES DIRECTOR, in Volume 4, at page 427; that the priority of the right thereby confirmed dates from 1856 for 100.0 acres and 1895 for 24.0 acres

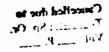
that the amount of water to which such right is entitled, for the purposes aforesaid, is limited to an amount actually beneficially used for said purposes, and shall not exceed 2.56 cubic feet per second, being 0.56 cfs through the Morey Ditch, if available at the original point of diversion, the Houck and George Ditch and 2.0 cfs through the Houck and George Ditch.

The point of diversion is located in the $\,$ NW 1/4 SW 1/4 Section 8, NE 1/4 NW 1/4, Section 18, T40S, R7W, WM, Houck and George Ditch - 180 feet South and 1180 feet East from W 1/4 Corner, Section 8, Morey Ditch - 860 feet South and 2090 feet East from the NW Corner, Section 18.

A description of the place of use under the right, and to which such right is appurtenant, is as follows:

SEE NEXT PAGE

SUPERSEDED BY CERT. NO. 20473



1895 MOREY DITCH

3.1 acres NE 1/4 NE 1/4 as projected within J. Thomas DLC 45 20.9 acres NW 1/4 NE 1/4 as projected within J. Thomas DLC 45 Section 13

Township 40 South, Range 8 West, WM

1856 HOUCK AND GEORGE DITCH

- 0.1 acre NE 1/4 NE 1/4 as projected within J. Thomas DLC 45

- 30.5 acres SW 1/4 NE 1/4 5.2 acres Lot 2 (SE 1/4 NE 1/4) 30.5 acres SE 1/4 NE 1/4 as projected within J. Thomas DLC 45
 - 2.5 acres SE 1/4 NW 1/4
- 7.5 acres NE 1/4 SW 1/4 7.2 acres NE 1/4 SE 1/4 as projected within J. Thomas DLC 45 6.9 acres NW 1/4 SE 1/4

Section 13 Township 40 South, Range 8 West, WM

0.4 acre NW 1/4 NW 1/4 as projected within J. Thomas DLC 37

8.8 acres SW 1/4 NW 1/4 as projected within J. Thomas DLC 37

0.2 acre SW 1/4 NW 1/4 as projected within N. Patterson DLC 38 0.2 acre NW 1/4 SW 1/4 as projected within J. Thomas DLC 37

Section 18

Township 40 South, Range 7 West, WM

This certificate describes that portion of the water right confirmed by the prior certificate recorded at page 2715, Volume 4, State Record of Water Right Certificates, NOT modified by the provisions of an order of the Water Resources Director entered January 11, 1979 approving Transfer Application 2911 and is issued to confirm a change in place of use and point of diversion approved by the same order and supersedes Certificate 2715.

The issuance of this superseding certificate does not confirm the status of the water right in regard to the provisions of ORS 540.610 pertaining to forfeiture or abandonment.

And said right shall be subject to all other conditions and limitations contained in said decree. The right to the use of the water for the purposes aforesaid is restricted to the lands or place of use herein described.

this date

WITNESS the signature of the Water Resources Director, affixed May 7

/s/ William H. Young

Water Resources Director

, 1985 .

Recorded in State Record of Water Right Certificates, Volume 48 , page 53116