STATE OF OREGON

COUNTY OF

DOUGLAS

CERTIFICATE OF WATER RIGHT

This is to certify, That BAUER RANCH, INC.

of Kellogg Route, Box 93, Oakland , State of Oregon 97462 , has made proof to the satisfaction of the Water Resources Director, of a right to the use of the waters of Umpqua River

a tributary of Pacific Ocean irrigation of 48.4 acres

for the purpose of

under Permit No. 38618 and that said right to the use of said waters has been perfected in accordance with the laws of Oregon; that the priority of the right hereby confirmed dates from December 3, 1973

that the amount of water to which such right is entitled and hereby confirmed, for the purposes aforesaid, is limited to an amount actually beneficially used for said purposes, and shall not exceed 0.61 cubic foot per second

or its equivalent in case of rotation, measured at the point of diversion from the stream. The point of diversion is located in the Lot 7 (SW 1/4 NE 1/4) and Lot 6 (NE 1/4 SE 1/4), Section 22, T23S, R7W, WM; 2970 feet North and 1700 feet West; 2070 feet North and 50 feet West, both from SE Corner, Section 22.

The amount of water used for irrigation, together with the amount secured under any other right existing for the same lands, shall be limited to one-eightieth of one cubic foot per second per acre, or its equivalent for each acre irrigated and shall be further limited to a diversion of not to exceed 2.5 acre-feet per acre for each acre irrigated during the irrigation season of each year;

and shall

conform to such reasonable rotation system as may be ordered by the proper state officer.

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

2.8 acres Lot 7 (SW 1/4 NE 1/4)
1.0 acre Lot 6 (SE 1/4 NE 1/4)
17.2 acres Lot 6 (NE 1/4 SE 1/4)
18.5 acres Lot 7 (NW 1/4 SE 1/4)
0.3 acre SE 1/4 SE 1/4
Section 22
1.4 acres Lot 1 (NW 1/4 SW 1/4)
7.2 acres Lot 1 (SW 1/4 SW 1/4)
Section 23
Township 23 South, Range 7 West, WM

The right to the use of the water for the purposes aforesaid is restricted to the lands or place of use herein described and is subject to minimum flows established by the Water Resources Commission with an effective date prior to this right.

WITNESS the signature of the Water Resources Director, affixed

this date. March 13, 1986

/s/ William H. Young

Water Resources Director

Recorded in State Record of Water Right Certificates, Volume 49, page 53923