STATE OF OREGON

COUNTY OF

UMATILLA

CERTIFICATE OF WATER RIGHT

This is to certify, That

BARNETT RUGG INC., BY QUENTIN RUGG

of PO Box 475, Athena , State of OR 97813 , has made proof to the satisfaction of the Water Resources Director, of a right to the use of the waters of a well

a tributary of Greasewood Creek (Wildhorse Creek) for the purpose of irrigation of 623.5 acres

under Permit No. G-7413 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 April 4, 1977

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 3.34 cubic feet per second

or its equivalent in case of rotation, measured at the point of diversion from the well. The well is located in the NW 1/4 SW 1/4, Sec. 32, T4N, R34E, WM; 1470 feet North and 560 feet East from SW corner Section 32.

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 3.0 acre-feet per acre for each acre irrigated during the irrigation season of each year, provided further that in the event of a request for change in point of appropriation, an additional point of appropriation, or repair of this well the quantity of water allowed herein together with the right described under Certificates 22897 and 38840 shall not exceed 3.34 cfs, the capacity of this well system at the time of perfection of this right, 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:

SEE NEXT PAGE

page two

```
40.8 acres Lot 3 (NE 1/4 NW 1/4)
40.0 acres Lot 4 (NW 1/4 NW 1/4)
39.6 acres SW 1/4 NW 1/4
40.0 acres SE 1/4 NW 1/4
40.0 acres NE 1/4 SW 1/4
39.6 acres NW 1/4 SW 1/4
40.0 acres SE 1/4 SW 1/4
40.0 acres SE 1/4 SW 1/4
40.0 acres NE 1/4 SE 1/4
40.0 acres SW 1/4 SE 1/4
40.0 acres SW 1/4 SE 1/4
39.5 acres SE 1/4 SE 1/4
Section 5

40.0 acres NE 1/4 NW 1/4
39.6 acres NW 1/4 NW 1/4
39.6 acres SW 1/4 NW 1/4
25.2 acres SE 1/4 NW 1/4
Section 8
Township 3 North, Range 34 East, WM.
```

The right to the use of the water for the purposes aforesaid is restricted to the lands or place of use herein described.

WITNESS the signature of the Water Resources Director, affixed

this date. August 15, 1986

/s/ William H. Young

Water Resources Director

Recorded in State Record of Water Right Certificates, Volume 50, page 54739