STATE OF OREGON

COUNTY OF JACKSON

CERTIFICATE OF WATER RIGHT

THIS IS TO CERTIFY, that KROUSE RANCH, INC., of 15911 NORTH APPLEGATE ROAD, GRANTS PASS, OREGON 97526, has a right to the use of the waters of APPLEGATE RIVER, A TRIBUTARY OF ROGUE RIVER, for the purpose of IRRIGATING 38.5 ACRES.

The right has been confirmed by decree of the Circuit Court of the State of Oregon for JACKSON County. The decree is of record at Salem, in the Order Record of the WATER RESOURCES DIRECTOR, in Volume 4, at page 1. The date of priority is 1887.

The right is limited to not more than 0.85 CUBIC FOOT PER SECOND.

The point of diversion is located as follows:

NE1/4 SE1/4, SECTION 7, T38S, R4W, WM; 1310 FEET SOUTH AND 880 FEET WEST FROM E1/4 CORNER, SECTION 7

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

SE1/4 NE1/4 6.0 ACRES
NE1/4 SE1/4 19.5 ACRES
SECTION 7
NW1/4 SW1/4 13.0 ACRES
SECTION 8
TOWNSHIP 38 SOUTH, RANGE 4 WEST, WM

This certificate is issued to confirm a change in POINT OF DIVERSION approved by an order of the Water Resources Director entered APRIL 7, 1976, and supersedes certificate 16230, State Record of Water Right Certificates.

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.

The right to the use of the water for the above purpose is restricted to beneficial use on the lands or place of use described and shall be subject to all other conditions and limitations contained in said decree.

WITNESS the signature of the Water Resources Director, affixed this date JULY 26, 1988.

/S/ WILLIAM H. YOUNG
Water Resources Director

Recorded in State Record of Water Right Certificates numbered 57368

T-3222