STATE OF OREGON

COUNTY OF UNION

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

KENNETH D. AND JEANETTE S. KNOTT ROUTE 1, BOX 31D COVE, OREGON 97824

confirms the right to use the waters of MILLARD BRANCH AND A RESERVOIR CONSTRUCTED UNDER PERMIT R-8254, a tributary of MILL CREEK, for the purpose of FISH ENHANCEMENT AND LIVESTOCK WATER.

The right has been perfected under Permit 45651. The date of priority is FEBRUARY 26, 1981. The right is limited to not more than 0.03 CUBIC FOOT PER SECOND, BEING 0.025 CFS FOR FISH ENHANCEMENT AND 0.005 CFS FOR STOCK or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

NW 1/4 NW 1/4, SECTION 26, T 3 S, R 40 E, W.M.; 1250 FEET SOUTH & 700 FEET EAST FROM NW CORNER SECTION 26.

The right 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, and to which such right is appurtenant, is as follows:

NW 1/4 NW 1/4
SECTION 26
TOWNSHIP 3 SOUTH, RANGE 40 EAST, W.M.

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. The right 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 NOVEMBER 28, 1988.

/s/ WILLIAM H. YOUNG

Water Resources Director

Recorded in State Record of Water Right Certificates numbered 58455

61282