

STATE OF OREGON
COUNTY OF YAMHILL
CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

GRAY AND COMPANY
P.O. BOX 218
FOREST GROVE, OREGON 97116

confirms the right to use the waters of WELLS 1 AND 2, IN THE PALMER CREEK BASIN for the purpose of INDUSTRIAL USE IN A CHERRY PITTING AND BRINING PLANT.

The right has been perfected under Permit G-6697. The date of priority is OCTOBER 13, 1975, FOR 1.3 CUBIC FEET PER SECOND AND DECEMBER 11, 1975, FOR 0.26 CFS. The right is limited to not more than 1.56 CUBIC FEET PER SECOND, BEING 0.78 CFS FROM EACH WELL or its equivalent in case of rotation, measured at the wells.

The wells are located as follows:

SW 1/4 NE 1/4, SE 1/4 NW 1/4, BOTH AS PROJECTED WITHIN DLC 60, SECTION 33, T 4 S, R 3 W, W.M.; WELL 1 - 60 FEET SOUTH & 1440 FEET EAST; WELL 2 - 60 FEET SOUTH & 700 FEET EAST BOTH FROM NW CORNER OF CRANDALL DLC 60.

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:

SW 1/4 NE 1/4
SE 1/4 NW 1/4
BOTH AS PROJECTED WITHIN DLC'S 53 AND 60
SECTION 33
TOWNSHIP 4 SOUTH, RANGE 3 WEST, 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.

WITNESS the signature of the Water Resources Director, affixed this date DECEMBER 22, 1988.

/s/ WILLIAM H. YOUNG

Water Resources Director

Recorded in State Record of Water Right Certificates numbered 58853

G-7135