STATE OF OREGON

COUNTY OF UNION

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

BOISE CASCADE CORPORATION TIMBER AND WOOD PRODUCTS GROUP P.O. BOX 610 LA GRANDE, OREGON 97850

confirms the right to use the waters of SPRINGS, PROCESS WASTE WATER AND A RESERVOIR CONSTRUCTED UNDER PERMIT R-6481, a tributary of PHILLIPS CREEK, for the purpose of LOG DECK SPRINKLING INCLUDING EVAPORATIVE DISPOSAL.

The right has been perfected under Permit 40678. The date of priority is AUGUST 18, 1976. The right is limited to not more than 3.0 CUBIC FEET PER SECOND or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

SE 1/4 SE 1/4, SECTION 16, T 1 N, R 39 E, W.M.; SPRINGS AND WASTE WATER - 1300 FEET NORTH & 150 FEET WEST; RESERVOIR-1100 FEET NORTH & 1300 FEET WEST, BOTH FROM THE SE CORNER SECTION 16.

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:

S 1/2 NE 1/4
N 1/2 SE 1/4
SECTION 16
TOWNSHIP 1 NORTH, RANGE 39 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 DECEMBER 22, 1988.

/s/ WILLIAM H. YOUNG

Water Resources Director

Recorded in State Record of Water Right Certificates numbered 58877

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