

STATE OF OREGON
COUNTY OF JACKSON
CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

KEYSTONE ORCHARDS INC.
BY DUANE CULBERTSON
327 SOUTH FIR STREET
MEDFORD, OREGON 97501

confirms the right to store the waters of SOUTH FORK LITTLE BUTTE CREEK, a tributary of LITTLE BUTTE CREEK, IN KEYSTONE RESERVOIR, APPROPRIATED UNDER PERMIT 44919, for the purpose of TEMPERATURE CONTROL.

The right to store these waters has been perfected under Reservoir Permit R-8145. The date of priority is NOVEMBER 16, 1979. The amount of water entitled to be stored each year under such right is not more than 3.5 ACRE FEET.

The reservoir is located as follows:

NW 1/4 SW 1/4
AS PROJECTED WITHIN DLC 37
SECTION 6
TOWNSHIP 38 SOUTH, RANGE 1 WEST, W.M.

The right to store and use the water for the above purpose is restricted to beneficial use at the 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 58880

R-59506