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 use the waters of SOUTH FORK LITTLE BUTTE CREEK AND KEYSTONE RESERVOIR CONSTRUCTED UNDER PERMIT R-8145, a tributary of LITTLE BUTTE CREEK, for the purpose of TEMPERATURE CONTROL FOR 34.4 ACRES.

The right has been perfected under Permit 44919. The date of priority is NOVEMBER 16, 1979. The right is limited to not more than 2.0 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:

NE 1/4 SE 1/4, SECTION 29, T 36 S, R 2 E, W.M.; NW 1/4 SW 1/4, AS PROJECTED WITHIN DLC 37, SECTION 6, T 38 S, R 1 W, W.M.; CREEK - 600 FEET SOUTH & 525 FEET WEST FROM E1/4 CORNER SECTION 29; RESERVOIR - 1350 FEET NORTH & 1260 FEET EAST FROM SW CORNER SECTION 6.

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:

NE 1/4 SW 1/4 13.2 ACRES
NW 1/4 SW 1/4 15.6 ACRES
BOTH AS PROJECTED WITHIN DLC 37
LOT 2 (SE 1/4 SW 1/4) 5.6 ACRES
SECTION 6
TOWNSHIP 38 SOUTH, RANGE 1 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. 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 58881

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