STATE OF OREGON

COUNTY OF YAMHILL

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

AL GRABHORN 11335 SW FOOTHILL DRIVE PORTLAND, OREGON 97225

confirms the right to store the waters of AN UNNAMED STREAM a tributary of NORTH YAMHILL RIVER for the purpose of LIVESTOCK AND WILDLIFE.

The right to store these waters has been perfected under Reservoir Permit R-7842. The date of priority is APRIL 16, 1979. The amount of water entitled to be stored each year under such right is not more than 1.8 ACRE FEET.

The reservoir is located as follows:

NE 1/4 SW 1/4 SECTION 8 TOWNSHIP 2 SOUTH, RANGE 4 WEST, W.M.

DAM LOCATED; 1520 FEET NORTH & 1740 FEET EAST FROM THE SW CORNER SECTION 8.

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 29, 1988.

/s/ WILLIAM H. YOUNG

Water Resources Director

Recorded in State Record of Water Right Certificates numbered 59013 R-58839