STATE OF OREGON

COUNTY OF GRANT

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

DERROL MCKERN AND ELMER THOMPSON STAR ROUTE WEST, ROUTE 1, BOX 20 MT. VERNON, OREGON 97865

confirms the right to use the waters of BEACH CREEK AND JOHN DAY RIVER, a tributary of COLUMBIA RIVER, for the purpose of IRRIGATING 4.6 ACRES.

The right has been perfected under Permit E-88. The date of priority is MARCH 6, 1911. The right is limited to not more than 0.07 CUBIC FOOT PER SECOND IF AVAILABLE AT THE ORIGINAL POINT OF DIVERSION; JOHN DAY RIVER, NE 1/4 NW 1/4, SECTION 25, T 13 S, R 30 E, W.M., 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 NE 1/4, SECTION 21, NE 1/4 NW 1/4, SECTION 25, T 13 S, R 30 E, W.M.; BEACH CREEK - SOUTH 31 DEGREES WEST, 2244 FEET FROM NE CORNER OF SECTION 21; JOHN DAY RIVER (PANAMA DITCH) - 390 FEET SOUTH AND 2100 FEET EAST FROM NW CORNER OF SECTION 25.

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 4.6 ACRES SECTION 20 TOWNSHIP 13 SOUTH, RANGE 30 EAST, W.M.

This certificate is issued to confirm a change in PLACE OF USE AND POINT OF DIVERSION approved by an order of the Water Resources Director entered JULY 14, 1978, and together with certificate 46175, supersedes certificate 2397, State Record of Water Right Certificates.

The issuance of this superseding certificate does not confirm the status of the water right in regard to the provisions of ORS 540.610 pertaining to forfeiture or abandonment.

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 APRIL 14, 1989.

/s/ WILLIAM H. YOUNG

Water Resources Director

Recorded in State Record of Water Right Certificates numbered 60834

T-3954.BE