STATE OF OREGON

COUNTY OF UMATILLA

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

SPIKE RANCH, INC. ROUTE 1, BOX 4 ECHO, OREGON 97826

confirms the right to use the waters of THE UMATILLA RIVER, a tributary of COLUMBIA RIVER, for the purpose of IRRIGATING 144.7 ACRES.

The right has been perfected under Permit 47673. The date of priority is JULY 1, 1982. The right is limited to not more than 3.62 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:

SW 1/4 NE 1/4, SECTION 21, T 3 N, R 29 E, W.M.; 2913.19 FEET NORTH 76 DEGREES 45 MINUTES 56 SECONDS EAST FROM W 1/4 CORNER SECTION 21.

The amount of water used for irrigation, together with the amount secured under any other right existing for the same lands, shall be limited to ONE-FORTIETH of one cubic foot per second per acre, or its equivalent for each acre irrigated and shall be further limited to a diversion of not to exceed 4.5 acre-feet per acre for each acre irrigated during the irrigation season of each year.

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 5.2 ACRES
NW 1/4 SW 1/4 25.9 ACRES
SW 1/4 SW 1/4 28.4 ACRES
SE 1/4 SW 1/4 5.8 ACRES
SW 1/4 SE 1/4 23.2 ACRES
SE 1/4 SE 1/4 15.5 ACRES
SECTION 17

NE 1/4 SE 1/4 20.3 ACRES SE 1/4 SE 1/4 20.4 ACRES SECTION 18

TOWNSHIP 3 NORTH, RANGE 29 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 MAY 19, 1989.

/s/ WILLIAM H. YOUNG

Water Resources Director

Recorded in State Record of Water Right Certificates numbered 61116

61736.TES