

STATE OF OREGON
COUNTY OF BENTON
CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

PHILOMATH FOREST PRODUCTS
P.O. BOX 109
PHILOMATH, OREGON 97370

confirms the right to use the waters of 3 WELLS in the NEWTON CREEK BASIN for the purpose of INDUSTRIAL USE.

The right has been perfected under Permit G-10557. The date of priority is AUGUST 12, 1985. The right is limited to not more than 30 GALLONS PER MINUTE or its equivalent in case of rotation, measured at the wells.

The wells are located as follows:

NE 1/4 NE 1/4, AS PROJECTED WITHIN DLC 37, SE 1/4 NE 1/4, AS PROJECTED WITHIN DLC 44, SECTION 12, T 12 S, R 6 W, W.M.; WELL 1-150 FEET NORTH AND 60 FEET EAST, WELL 2-420 FEET SOUTH AND 330 FEET EAST, WELL 3-470 FEET SOUTH AND 430 FEET EAST; ALL FROM NW CORNER DLC 44.

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:

SW 1/4 NW 1/4
AS PROJECTED WITHIN DLC 72
SECTION 7
TOWNSHIP 12 SOUTH, RANGE 5 WEST, W.M.

NE 1/4 NE 1/4
AS PROJECTED WITHIN DLC 37

NE 1/4 NE 1/4
SE 1/4 NE 1/4
BOTH AS PROJECTED WITHIN DLC 44
SECTION 12
TOWNSHIP 12 SOUTH, RANGE 6 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.

WITNESS the signature of the Water Resources Director, affixed this date JULY 7, 1989.

/s/ WILLIAM R. YOUNG

Water Resources Director

Recorded in State Record of Water Right Certificates numbered 61766

G-11428.TMW