STATE OF OREGON

COUNTY OF CLACKAMAS

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

PUBLISHERS PAPER CO. P. O. BOX 169 MOLALLA, OREGON 97038

confirms the right to use the waters of A WELL in the MOLALLA RIVER BASIN for the purpose of INDUSTRIAL MANUFACTURING.

The right has been perfected under Permit G-7928. The date of priority is OCTOBER 18, 1971. The right is limited to not more than 0.11 CUBIC FOOT PER SECOND or its equivalent in case of rotation, measured at the well.

The well is located as follows:

SE 1/4 SW 1/4, AS PROJECTED WITHIN DLC 38, SECTION 29, T 4 S, R 2 E, W.M.; 4010 FEET SOUTH AND 2940 FEET WEST FROM THE NE CORNER OF SECTION 29.

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 NE 1/4 SE 1/4 NW 1/4 NE 1/4 SW 1/4 NW 1/4 SW 1/4 SE 1/4 SW 1/4 NW 1/4 SE 1/4 SW 1/4 SE 1/4

ALL AS PROJECTED WITH DLC 38 SECTION 29

TOWNSHIP 4 SOUTH, RANGE 2 EAST, W.M.

This certificate is issued to confirm a change in PLACE OF USE AND THE USE OF WATER approved by an order of the Water Resources Director entered MAY 3, 1982, approving transfer 4988.

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 21, 1989.

/s/ WILLIAM H. YOUNG

Water Resources Director

Recorded in State Record of Water Right Certificates numbered 61985

T-4988.VRG