STATE OF OREGON

COUNTY OF YAMHILL

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

H. VERNON STEPHENS ROUTE 2, BOX 83 DAYTON, OREGON 97114

confirms the right to use the waters of AN UNNAMED STREAM AND RESERVIOR CONSTRUCTED UNDER PERMIT R-7828, a tributary of PALMER CREEK, for the purpose of PRIMARY IRRIGATION OF 53.5 ACRES AND SUPPLEMENTAL IRRIGATION OF 5.0 ACRES.

The right has been perfected under Permit 44146. The date of priority is APRIL 14, 1978, FOR 0.20 CFS AND APRIL 30, 1979, FOR 0.47 CFS. The right is limited to not more than 0.67 CUBIC FOOT PER SECOND or its equivalent in case of rotation, measured at the point of diversion from the source.

The points of diversion are located as follows:

SW 1/4 SE 1/4, SECTION 24, T 5 S, R 4 W, W.M.; STREAM - 680 FEET NORTH AND 2000 FEET WEST, RESERVOIR - 1000 FEET NORTH AND 1360 FEET WEST, BOTH FROM THE SE CORNER, SECTION 24.

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-EIGHTIETH of one cubic foot per second per acre, or its equivalent for each acre irrigated from direct flow and shall be further limited to a diversion of not to exceed 2.5 acre-feet per acre for each acre irrigated during the irrigation season of each year from direct flow and storage. The right shall be limited to any deficiency in the available supply of any prior right for the same land and shall not exceed the limitation allowed herein. The right is limited to the use of stored water only on the lands described as supplemental.

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:

SEE NEXT PAGE

PRIMARY

SUPPLEMENTAL (STORED WATER ONLY)

NW 1/4 SW 1/4

5.6 ACRES

AS PROJECTED WITHIN DLC 47

0.3 ACRE

NW 1/4 SW 1/4 SW 1/4 SW 1/4

12.8 ACRES

BOTH AS PROJECTED WITHIN DLC 48

SW 1/4 SW 1/4

0.4 ACRE

AS PROJECTED WITHIN DLC 47

SECTION 19

TOWNSHIP 5 SOUTH, RANGE 3 WEST, W.M.

NE 1/4 SE 1/4

14.2 ACRES

SE 1/4 SE 1/4

20.2 ACRES

5.0 ACRES

BOTH AS PROJECTED WITHIN DLC 56

SECTION 24

TOWNSHIP 5 SOUTH, RANGE 4 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. The right is subject to minimum flows established by the Water Resources Commission with an effective date prior to this right.

the signature of the Water Resources Director, WITNESS affixed this date SEPTEMBER 29, 1989.

/s/ WILLIAM H. YOUNG

Water Resources Director

Recorded in State Record of Water Right Certificates numbered 62365

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