STATE OF OREGON

COUNTY OF GRANT

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

SAM-BAR RANCH STAR ROUTE KIMBERLY, OREGON 97848

confirms the right to use the waters of the JOHN DAY RIVER, a tributary of the COLUMBIA RIVER, for the purpose of IRRIGATING 40.6 ACRES.

This right has been perfected under Permit 43772. The date of priority is NOVEMBER 1, 1978. This right is limited to 1.02 CUBIC FEET 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:

LOT 3 (NW 1/4 SW 1/4), LOT 4 (SW 1/4 SW 1/4), SECTION 30; LOT 2 (SW 1/4 NW 1/4), SECTION 31, T 10 S, R 26 E, W.M.; DIV PT 1-430 FEET SOUTH AND 390 FEET EAST, DIV PT 2 - 2550 FEET SOUTH AND 220 FEET EAST; BOTH FROM THE WEST 1/4 CORNER OF SECTION 30; DIV PT 3-1670 FEET SOUTH AND 1140 FEET EAST FROM THE NW CORNER OF SECTION 31.

The amount of water used for irrigation under this right, together with the amount secured under any other right existing for the same lands, is limited to a diversion of ONE-FORTIETH of one cubic foot per second (or its equivalent) and 5.0 acre-feet for each acre irrigated during the irrigation season of each year.

This right shall conform to any reasonable rotation system ordered by the proper state officer.

A description of the place of use under this right, and to which this right is appurtenant, is as follows:

SE 1/4 NE 1/4 4.3 ACRES
NE 1/4 SE 1/4 4.5 ACRES
SECTION 36
TOWNSHIP 10 SOUTH, RANGE 25 EAST, W.M.

NEXT PAGE

LOT 4 (SW 1/4 SW 1/4) 3.1 ACRES
SECTION 19

LOT 1 (NW 1/4 NW 1/4) 8.8 ACRES
LOT 2 (SW 1/4 NW 1/4) 2.0 ACRES
SE 1/4 NW 1/4 0.9 ACRE
SECTION 30

LOT 2 (SW 1/4 NW 1/4) 11.2 ACRES
SE 1/4 NW 1/4 4.6 ACRES
NE 1/4 SW 1/4 1.2 ACRES
SECTION 31
TOWNSHIP 10 SOUTH, RANGE 26 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. This 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 AUGUST 14, 1990.

/s/ WILLIAM H. YOUNG

Water Resources Director

Recorded in State Record of Water Right Certificates numbered 64631.

58060.JW