STATE OF OREGON

COUNTY OF DESCHUTES

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

BLACK BUTTE RANCH ASSOCIATION P.O. BOX 8000 BLACK BUTTE RANCH, OR 97759

confirms the right to store the waters of INDIAN FORD CREEK, a tributary of SQUAW CREEK, in PHALAROPE RESERVOIR, appropriated under Permit 45644, for the purpose of RECREATION AND FISH HABITAT ENHANCEMENT.

The right to store these waters was perfected under Reservoir Permit R-8253. The date of priority is APRIL 14, 1980. The amount of water entitled to be stored each year under such right is not more than 20.2 ACRE-FEET; BEING 10.1 ACRE-FEET FOR RECREATION AND 10.1 ACRE-FEET FOR FISH HABITAT ENHANCEMENT.

The reservoir is located as follows:

E 1/2 NE 1/4 SECTION 9

W 1/2 NW 1/4
SECTION 10
TOWNSHIP 14 SOUTH, RANGE 9 EAST, W.M.

The right to store and use the water for the above purpose is restricted to beneficial use at the place of use described.

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 64682.

R-60030.JW