STATE OF OREGON

COUNTY OF YAMHILL

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

FOREST GLEN OAKS, INC. 13313 N. HIGHWAY 99 W. DAYTON, OREGON 97114

confirms the right to use the waters of WASH WATER AND ANIMAL WASTE FROM DAIRY BARNS AND MANURE STORAGE LAGOON CONSTRUCTED UNDER PERMIT R-9974, a tributary of the YAMHILL RIVER, for the purpose of SUPPLEMENTAL IRRIGATION OF 62.5 ACRES.

The right has been perfected under Permit 48767. The date of priority is SEPTEMBER 12, 1984. The right is limited to not more than 0.17 CUBIC FOOT PER SECOND or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

SE 1/4 SW 1/4, SECTION 13, T 4 S, R 4 W, W.M.; 450 FEET NORTH AND 1460 FEET EAST, RESERVOIR - 580 FEET NORTH AND 1350 FEET EAST BOTH FROM THE SW CORNER OF SECTION 13.

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 from direct flow, or its equivalent for each acre irrigated 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.

Although declared for supplemental irrigation, the right may, in the interest of proper operation of the manure storage lagoon, be exercised at times when water is available at the primary source provided that the total quantity diverted from all sources of supply shall not exceed the limitation allowed herein.

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:

NE 1/4 SW 1/4 15.6 ACRES
SW 1/4 SW 1/4 3.2 ACRES
SE 1/4 SW 1/4 17.8 ACRES
ALL AS PROJECTED WITHIN DLC 78
SECTION 13
TOWNSHIP 4 SOUTH, RANGE 4 WEST, W.M.

SEE NEXT PAGE

PAGE TWO

NE 1/4 NW 1/4 8.1 ACRES
NW 1/4 NW 1/4 17.8 ACRES
BOTH AS PROJECTED WITHIN DLC 78
SECTION 24
TOWNSHIP 4 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.

WITNESS the signature of the Water Resources Director, affixed APRIL 16, 1991.

AS WILLIAM H. YOUNG

William H. Young

Recorded in State Record of Water Right Certificates numbered 65611.

68179 ZFS