

STATE OF OREGON
COUNTY OF JOSEPHINE
CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

C/O GREGORY L. KELLY
APPLEGATE VALLEY RANCH
10559 WILLIAMS HIGHWAY
GRANTS PASS, OREGON 97527

confirms the right to use the waters of APPLEGATE LAKE RESERVOIR CONSTRUCTED UNDER PERMIT R-7810, a tributary of APPLEGATE RIVER, for the purpose of SUPPLEMENTAL IRRIGATION OF 13.6 ACRES.

The right has been perfected under Permit 46723. The date of priority is FEBRUARY 2, 1982. The right is limited to not more than 21.0 ACRE FEET STORED WATER ONLY or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

SW 1/4 NE 1/4, SECTION 1, T 38 S, R 5 W, W.M.; LAUREL HILL DITCH - 125 FEET NORTH AND 500 FEET EAST FROM THE CENTER CORNER OF SECTION 1. APPLEGATE DAM - S 1/2 SE 1/4, SECTION 25, T 40 S, R 4 W, W.M.

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 a diversion of not to exceed 4.5 acre-feet per acre for each acre irrigated during the irrigation season of each year. The right allowed herein shall be limited to any deficiency in the available supply of any prior right existing for the same land and shall not exceed the limitation allowed herein, and is subject to the terms and conditions of Contract No. 1-07-10-W0368, or a satisfactory replacement, between the Bureau of Reclamation and the applicant, a copy of which is on file in the records of the Water Resources Department.

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 SW 1/4 0.6 ACRE
SE 1/4 SW 1/4 10.0 ACRES
 SECTION 27
NE 1/4 NW 1/4 3.0 ACRES
 SECTION 34
TOWNSHIP 37 SOUTH, RANGE 5 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 22, 1991.

/s/ WILLIAM H. YOUNG

William H. Young

Recorded in State Record of Water Right Certificates numbered 65666.

63232.LMJ