

STATE OF OREGON  
COUNTY OF KLAMATH  
CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

GANONG/NICHOLSON BUILDING, INC.  
323 MAIN STREET  
KLAMATH FALLS, OREGON 97601

confirms the right to use the waters of ONE WELL in the KLAMATH RIVER BASIN for HEATING A BUILDING BY USE OF A HEAT PUMP.

This right was perfected under Permit G-10958. The date of priority is MARCH 24, 1989. This right is limited to 0.04 CUBIC FOOT PER SECOND or its equivalent in case of rotation, measured at the well.

The well is located as follows:

SW 1/4 NE 1/4, SECTION 32, T 38 S, R 9 E, W.M.; 925 FEET NORTH AND 523 FEET EAST FROM THE C 1/4 CORNER OF SECTION 32.

This use of water is junior in priority to all subsequent rights for beneficial consumptive use and to those rights using standard low-temperature geothermal effluent disposal systems. This condition shall not apply if a standard disposal system is installed and operated as part of this project.

The use shall conform to such reasonable rotation system as may be ordered by the proper state officer.

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

SW 1/4 NE 1/4  
SECTION 32  
TOWNSHIP 38 SOUTH, RANGE 9 EAST, W.M.

The Director may require water level or pump test results every ten years.

The right to use water for the above purpose is restricted to beneficial use on the lands or place of use described.

WITNESS the signature of the Water Resources Director, affixed MAY 31, 1991.

/s/ WILLIAM H. YOUNG

William H. Young

Recorded in State Record of Water Right Certificates numbered 65888.

G-11900.JS