STATE OF OREGON

COUNTY OF POLK

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

SCHARF FARMS 9950 BETHEL ROAD AMITY, OREGON 97101

confirms the right to use the waters of AN UNNAMED DRAINAGEWAY AND SCHARF RESERVOIR 2 CONSTRUCTED UNDER PERMIT R-6543, a tributary of SALT CREEK, for the purpose of IRRIGATING 203.7 ACRES.

This right has been perfected under Permit 41002. The date of priority is SEPTEMBER 13, 1976. This right is limited to 2.55 CUBIC FEET 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:

NW 1/4 SW 1/4, AS PROJECTED WITHIN DLC 63, SECTION 15, T 6 S, R 5 W, W.M.; 1970 FEET NORTH AND 600 FEET EAST FROM THE SW CORNER OF SECTION 15.

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-EIGHTIETH of one cubic foot per second (or its equivalent) from direct flow and 2.5 acre-feet, for each acre irrigated during the irrigation season of each year from direct flow and storage.

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:

NW 1/4 SW 1/4 6.0 ACRES SW 1/4 SW 1/4 10.9 ACRES BOTH AS PROJECTED WITHIN DLC 63 SECTION 15

SW 1/4 NE 1/4 4.7 ACRES SE 1/4 NW 1/4 1.8 ACRES NE 1/4 SW 1/4 14.2 ACRES SE 1/4 SW 1/4 12.0 ACRES NE 1/4 SE 1/4 39.9 ACRES 40.0 ACRES NW 1/4 SE 1/4 SW 1/4 SE 1/4 28.5 ACRES SE 1/4 SE 1/4 28.1 ACRES ALL AS PROJECTED WITHIN DLC 63 SE 1/4 NW 1/4 1.8 ACRES NE 1/4 SW 1/4 10.1 ACRES SE 1/4 SW 1/4 1.6 ACRES ALL AS PROJECTED WITHIN DLC 51 LOT 2 (SE 1/4 SW 1/4) 4.1 ACRES SECTION 16 TOWNSHIP 6 SOUTH, RANGE 5 WEST, W.M.

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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 JUNE 21, 1991.

/s/ WILLIAM H. YOUNG William H. Young

Recorded in State Record of Water Right Certificates numbered 66104. 54769.DLM