STATE OF OREGON

COUNTY OF BAKER

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

PETER W. SCHOENINGH, JR. PO BOX 91 HAINES, OREGON 97833

confirms the right to use the waters of NORTH POWDER RIVER, a tributary of POWDER RIVER, for SUPPLEMENTAL IRRIGATION OF 64.8 ACRES.

This right was perfected under Permit 50371. The date of priority is OCTOBER 16, 1987. This right is limited to 1.62 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 NE 1/4, SECTION 5, T 7 S, R 38 E, W.M.; 2760 FEET SOUTH AND 2380 FEET WEST FROM E 1/4 CORNER, SECTION 32, T 6 S, R 38 E, W.M.

The amount of water used for irrigation together with the amount secured under any other right existing for the same lands, is limited to a diversion of ONE-FORTIETH of one cubic foot per second (or its equivalent) and 4.0 acre-feet for each acre irrigated during the irrigation season of each year.

This right is limited to any deficiency in the available supply of any prior right existing for the same land.

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:

SUPPLEMENTAL

SW 1/4 SE 1/4 28.1 ACRES SE 1/4 SE 1/4 36.7 ACRES

SECTION 6

TOWNSHIP 7 SOUTH, RANGE 39 EAST, 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 use confirmed herein may be made only at times when sufficient water is available to satisfy all prior rights, including rights for maintaining instream flows.

WITNESS the signature of the Water Resources Director, affixed JANUARY 24, 1992.

/s/ WILLIAM H. YOUNG

William H. Young

Recorded in State Record of Water Right Certificates numbered 67104.

69412.DSM