STATE OF OREGON

COUNTY OF GRANT

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

U.S. MALHEUR NATIONAL FOREST 139 NE DAYTON STREET JOHN DAY, OREGON 97845

confirms the right to use the waters of SAGE HEN SPRING (SW-41), a tributary of THE MALHEUR RIVER, for STOCKWATER.

This right was perfected under Permit 47382. The date of priority is AUGUST 3, 1981. This right is limited to 4.0 GALLONS PER MINUTE or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

(LOT 2 (SW 1/4 NW 1/4), SECTION 19, T 16 S, R 36 E, W.M.; 1600 FEET SOUTH AND 1000 FEET EAST FROM THE NW CORNER OF SECTION 19.

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 NW 1/4
SECTION 19
TOWNSHIP 16 SOUTH, RANGE 36 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 FEBRUARY 26, 1992.

/s/ WILLIAM H. YOUNG

William H. Young

Recorded in State Record of Water Right Certificates numbered 67185.

62072.JS