

STATE OF OREGON
COUNTY OF HARNEY
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 K-B SPRINGS, a tributary of
YELLOW JACKET CREEK, for STOCKWATER.

This right was perfected under Permit 44622. The date of priority is
JULY 12, 1979. This right is limited to 0.01 CUBIC FOOT 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:

NE 1/4 SW 1/4, SECTION 29, T 19 S, R 29 E, W.M.; 1510 FEET
NORTH AND 540 FEET WEST FROM THE SOUTH 1/4 CORNER OF SECTION 29.

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:

NE 1/4 SW 1/4
SECTION 29
TOWNSHIP 19 SOUTH, RANGE 29 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 67204.

58910.JS