STATE OF OREGON

COUNTY OF KLAMATH

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

JOHN M. KEMPER
23844 SOUTH HAWTHORNE BLVD., SUITE 201
TORRANCE, CALIFORNIA 90505

confirms the right to use the waters of LAZY K WELL in the SPRAGUE RIVER BASIN for IRRIGATING 14.0 ACRES.

This right was perfected under Permit G-10431. The date of priority is SEPTEMBER 13, 1984. This right is limited to 0.18 CUBIC FOOT PER SECOND or its equivalent in case of rotation, measured at the well. In the event of a request for a change in point of appropriation, an additional point of appropriation or repair of this well, the quantity of water allowed herein together with any other right from this point of appropriation shall not exceed the capacity of this well at the time of perfection of this right.

The well is located as follows:

SE 1/4 NW 1/4, SECTION 1, T 37 S, R 11 E, W.M.; 1360 FEET EAST FROM THE W 1/4 CORNER SECTION 1.

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-EIGHTIETH of one cubic foot per second (or its equivalent) and 3.0 acre-feet for each acre irrigated during the irrigation season of each year.

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 14.0 ACRES SECTION 1
TOWNSHIP 37 SOUTH, RANGE 11 EAST, W.M.

The well shall be maintained in accordance with the General Standards for the Construction and Maintenance of Water Wells in Oregon.

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 SEPTEMBER 8, 1992.

/s/ MARTHA O. PAGEL

Martha O. Pagel

Recorded in State Record of Water Right Certificates numbered 67729.

G-11308.BWB