STATE OF OREGON

COUNTY OF MARION

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

WILLARD W. AND JANET E. STARNES 11002 SOUTH MT. HOPE ROAD MOLALLA, OREGON 97038

confirms the right to use the waters of ONE WELL in the ROCK CREEK BASIN for NURSERY OPERATIONS ON 2.5 ACRES.

This right was perfected under Permit G-11291. The date of priority is JULY 12, 1990. This right is limited to 0.065 CUBIC FOOT PER SECOND or its equivalent in case of rotation, measured at the well.

The well is located as follows:

NW 1/4 NW 1/4, SECTION 24, T 5 S, R 1 E, W.M.; 900 FEET SOUTH AND 35 FEET EAST FROM THE NW CORNER OF SECTION 24.

The amount of water used for NURSERY OPERATIONS is limited to a diversion of 0.15 cubic foot per second per acre. For the irrigation of containerized nursery plants, the amount of water diverted is limited to ONE-FORTIETH of one cubic foot per second (or its equivalent) and 5.0 acre feet per acre per year. For the irrigation of in ground nursery plants the amount of water diverted is limited to ONE-EIGHTIETH of one cubic foot per second (or its equivalent) and 2.5 acre feet per acre per year. The use of water for NURSERY OPERATIONS may be made at anytime of the year that the use is beneficial. For the irrigation of any other crop, the amount of water diverted is limited to ONE-EIGHTIETH of one cubic foot per second (or its equivalent) and 2.5 acre feet per acre per year. The use of water diverted is limited to ONE-EIGHTIETH of one cubic foot per second (or its equivalent) and 2.5 acre feet per acre per year. The use is beneficial. For the irrigation of any other crop, the amount of water diverted is limited to ONE-EIGHTIETH of one cubic foot per second (or its equivalent) and 2.5 acre feet per acre 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:

NW 1/4 NW 1/4 2.5 ACRES SECTION 24 TOWNSHIP 5 SOUTH, RANGE 1 EAST, W.M.

The Director may require water level or pump test results every ten years.

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

When required by the department, the user shall install and maintain a weir, meter or other suitable measuring device and shall keep a complete record of the amount of ground water withdrawn.

SEE NEXT PAGE

G-12172.DSM

PAGE TWO

DISTRICT 16

Failure to comply with any of the provisions of this right may result in action including, but not limited to restrictions on the use, civil penalties, or cancellation of the right.

This right is for the beneficial use of water without waste. The water user is advised that new regulations may require the use of best practical technologies or conservation practices to achieve this end.

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 APRIL 9, 1993.

/s/ MARTHA O. PAGEL Martha O. Pagel

Recorded in State Record of Water Right Certificates numbered 68208.

BASIN 2

VOLUME 15A ROCK CREEK WELLS

G-12172.DSM