STATE OF OREGON COUNTY OF Baker

CERTIFICATE OF WATER RIGHT (HB - 2153)

THIS CERTIFICATE ISSUED TO

MATTHEW M PHILLIPS PHILLIPS, DENISE M PO BOX 737 RT 1 BOX 138 HALFWAY, OR 97834

confirms the right to store the waters of FIVE RESERVOIRS AND STORE WATERS OF SPRINGS AND CLEAR CREEK, TRIBUTARIES OF PINE CREEK for LIVESTOCK, WILDLIFE, IRRIGATION AND BED AND BREAKFAST.

The right to store and use these waters was perfected under Reservoir Application R-76618. The date of priority is January 1, 1993. The amount of water entitled to be stored and used each year under this right is not more than 2.7427 ACRE-FEET, BEING 0.83 AF IN POND 1, 0.072 AF IN POND 2, 0.54 AF IN POND 3, 0.007 AF IN POND 4 AND 1.3 AF IN POND 5

Located as follows:

SW 1/4 SE 1/4 SECTION 19, TOWNSHIP 7 SOUTH, RANGE 46 EAST WM. NW 1/4 NE 1/4 SECTION 30, TOWNSHIP 7 SOUTH, RANGE 46 EAST WM. NW 1/4 NE 1/4 SECTION 30, TOWNSHIP 7 SOUTH, RANGE 46 EAST WM. NW 1/4 NE 1/4 SECTION 30, TOWNSHIP 7 SOUTH, RANGE 46 EAST WM. SW 1/4 NE 1/4 SECTION 30, TOWNSHIP 7 SOUTH, RANGE 46 EAST WM.

The storage of water allowed herein is subject to the installation and maintenance of an outlet pipe, with a minimum diameter of 8", or the provision of other means to evacuate water when determined necessary for public safety or to satisfy prior downstream rights as determined by the Water Resources Director.

The right to store and use the water for the above purpose is restricted to beneficial use at the place of use listed above.

WITNESS the signature of the Water Resources Director, affixed FEBRUARY 27, 1996.

Martha O. Pagel

Martha D. Page

Recorded in State Record of Water Right Certificates numbered 70548