STATE OF OREGON

COUNTY OF KLAMATH

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

BEN ARSHI UNICORN RANCH PO BOX 40 BEATTY, OR 97621

confirms the right to use the waters of THREE WELLS in the SYCAN RIVER BASIN for AQUACULTURE, TO INCLUDE RAINBOW TROUT PRODUCTION.

This right was perfected under Permit G-10815. The date of priority is OCTOBER 23, 1987. The amount of water to which this right is entitled is limited to an amount actually beneficially used and shall not exceed 4500 GALLONS PER MINUTE, BEING 1700 GPM FROM WELL 1; 1700 GPM FROM WELL 2; AND 1100 GPM FROM WELL 3, or its equivalent in case of rotation, measured at the point of diversion from the wells.

The wells are located as follows:

WELL 1 - NW 1/4 SE 1/4, SECTION 22, T 35 S, R 12 E, W.M.; 2374 FEET NORTH AND 1329 FEET WEST FROM THE NE CORNER OF SECTION 27.

WELL 2 - SW 1/4 NW 1/4, SECTION 26, T 35 S, R 12 E, W.M.; 1559 FEET SOUTH AND 155 FEET EAST FROM THE NE CORNER OF SECTION 27.

WELL 3 - NW 1/4 NW 1/4, SECTION 27, T 35 S, R 12 E, W.M.; 1134 FEET SOUTH AND 3974 FEET WEST FROM THE NE CORNER OF SECTION 27.

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:

N 1/2 SE 1/4 SECTION 22

SW 1/4 NW 1/4 SECTION 26

W 1/2 NW 1/4 SECTION 27 TOWNSHIP 35 SOUTH, RANGE 12 EAST, W.M.

The use of water shall be limited when it interferes with the prior SURFACE AND GROUNDWATER rights of others.

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

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a weir, meter or other suitable measuring device and shall keep a complete record of the amount of ground water withdrawn.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-11717.BWB

If the Water Resources Department determines that the well or wells are improperly constructed, the well or wells shall be repaired to state standards. The well owner can provide either evidence to the Water Resources Department that the well or wells meet state standards or the owner can provide another satisfactory alternative.

This use may be regulated if analysis of data available discloses that the appropriation will measurably reduce the surface water flows necessary to maintain the free-flowing character of a scenic waterway in quantities necessary for recreation, fish and wildlife in effect as of the priority date of this right or as those quantities may be subsequently reduced.

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 MARCH 13, 1996.

Steven P. Applegate

Martha O. Pagel

Recorded in State Record of Water Right Certificates numbered 72180.