STATE OF OREGON

COUNTY OF DOUGLAS

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

C. V. RANCH LTD. C/O MARK CORNILSEN 3300 DRIVER VALLEY ROAD OAKLAND, OREGON 97462

confirms the right to use the waters of CALAPOOYA CREEK, BACHELOR CREEK, AND OLDHAM CREEK, tributaries of UMPQUA RIVER, for IRRIGATION OF 116.51 ACRES AND LIVESTOCK.

This right was perfected under Permit 50637. The date of priority is NOVEMBER 30, 1987 - FOR USE OF 0.79 CUBIC FOOT PER SECOND FROM CALAPOOYA CREEK AND USE OF 0.58 CFS FROM BACHELOR CREEK FOR IRRIGATION; AND DECEMBER 16, 1988 - FOR USE OF 0.09 CFS FROM BACHELOR CREEK FOR IRRIGATION AND USE OF 0.05 CFS FROM EACH CREEK (CALAPOOYA, BACHELOR, AND OLDHAM) FOR LIVESTOCK.

The amount of water to which this right is entitled is limited to an amount actually beneficially used and shall not exceed 1.61 CUBIC FEET PER SECOND, BEING 0.79 CFS FROM CALAPOOYA CREEK FOR IRRIGATION OF 63.31 ACRES; 0.67 CFS FROM BACHELOR CREEK FOR IRRIGATION OF 53.20 ACRES; AND 0.15 CFS FOR LIVESTOCK (0.05 CFS FROM EACH CREEK - CALAPOOYA CREEK, BACHELOR CREEK AND OLDHAM CREEK), or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

POD 1 (CALAPOOYA CREEK) - NE 1/4 NW 1/4, SECTION 36, T 24 S, R 5 W, W.M.; 400 FEET SOUTH AND 1300 FEET WEST FROM THE S 1/4 CORNER OF SECTION 25.

POD 2 (BACHELOR CREEK) - SE 1/4 SW 1/4, SECTION 25, T 24 S, R 5 W, W.M.; 1060 FEET NORTH AND 1130 FEET WEST FROM THE S 1/4 CORNER OF SECTION 25.

POD 4 (BACHELOR CREEK) - NW 1/4 SE 1/4, SECTION 25, T 24 S, R 5 W, W.M.; 2100 FEET NORTH AND 250 FEET EAST FROM THE S 1/4 CORNER OF SECTION 25.

POD 5 (OLDHAM CREEK) - SE 1/4 SE 1/4, SECTION 25, T 24 S, R 5 W, W.M.; 1150 FEET NORTH AND 1880 FEET EAST FROM THE S 1/4 CORNER OF SECTION 25.

The amount of water used for irrigation, together with the amount secured under any other right existing for the same lands, is limited to ONE-EIGHTIETH of one cubic foot per second per acre, or its equivalent for each acre irrigated and shall be further limited to a diversion of not to exceed 2.5 acrefeet per acre 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:

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69516.BXB

CALAPOOYA CREEK

SE 1/4 SW 1/4 8.52 ACRES NE 1/4 SE 1/4 26.00 ACRES NW 1/4 SE 1/4 0.40 ACRE SW 1/4 SE 1/4 14.60 ACRES SE 1/4 SE 1/4 1.30 ACRE SECTION 25

NW 1/4 NE 1/4 0.70 ACRE NE 1/4 NW 1/4 11.79 ACRES AND STOCK SECTION 36

BACHELOR CREEK

NE 1/4 SW 1/4 3.60 ACRES SE 1/4 SW 1/4 14.10 ACRES NW 1/4 SE 1/4 20.60 ACRES AND STOCK SW 1/4 SE 1/4 14.70 ACRES SE 1/4 SE 1/4 0.20 ACRE SECTION 25

OLDHAM CREEK

SW 1/4 SE 1/4 STOCK
SE 1/4 SE 1/4 STOCK
SECTION 25
TOWNSHIP 24 SOUTH, RANGE 5 WEST, W.M.

THIS CERTIFICATE IS ISSUED TO CORRECTLY DESCRIBE THE QUANTITY OF WATER AND SUPERSEDES CERTIFICATE 72237.

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 AUGUST 19, 1996.

Steven P. Applegate

Martha O. Pagel

Recorded in State Record of Water Right Certificates numbered 72482.