

STATE OF OREGON
COUNTY OF Umatilla

CERTIFICATE OF WATER RIGHT (HB - 2153)

THIS CERTIFICATE ISSUED TO

CUNNINGHAM SHEEP CO.
PO BOX 1186
PENDLETON, OR 97801

confirms the right to store the waters of
RUNOFF, A TRIBUTARY OF ALKALI CANYON IN FOUR RESERVOIRS
for LIVESTOCK AND WILDLIFE.

The right to store and use these waters was perfected under Reservoir Application R-81359.
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 4.442 ACRE-FEET, BEING 1.56 AF IN POND 1,
0.716 AF EACH IN POND 2 AND POND 3, AND 1.45 AF IN POND 4

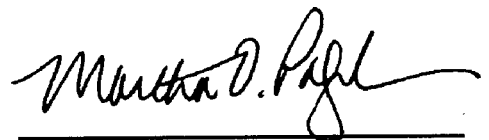
Located as follows:

SW 1/4 NE 1/4 SECTION 20, TOWNSHIP 1 NORTH, RANGE 30 EAST WM.
SW 1/4 NW 1/4 SECTION 20, TOWNSHIP 1 NORTH, RANGE 30 EAST WM.
NW 1/4 NW 1/4 SECTION 20, TOWNSHIP 1 NORTH, RANGE 30 EAST WM.
NE 1/4 NW 1/4 SECTION 16, TOWNSHIP 1 NORTH, RANGE 30 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 JANUARY 6, 1997.



Martha O. Pagel

Recorded in State Record of Water Right Certificates numbered 73449