

STATE OF OREGON
COUNTY OF Klamath

CERTIFICATE OF WATER RIGHT (HB - 2153)

THIS CERTIFICATE ISSUED TO

CIRCLE 5 RANCH INC.; LOUIS RANDALL PRES.
45850 GERBER RD
BONANZA, OR 97623

confirms the right to store the waters of
RUNOFF, A TRIBUTARY OF LOST RIVER IN TWO RESERVOIRS
for LIVESTOCK AND WILDLIFE.

The right to store and use these waters was perfected under Reservoir Application R-77018.
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 4.25 ACRE-FEET, BEING
3.25 AF IN RES 5 AND 1.0 AF IN RES 7

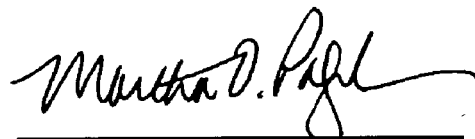
Located as follows:

NE 1/4 NE 1/4 SECTION 25, TOWNSHIP 39 SOUTH, RANGE 12 EAST WM.
SE 1/4 SE 1/4 SECTION 25, TOWNSHIP 39 SOUTH, RANGE 12 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

This Certificate is issued to correctly describe the above reservoir(s) and supercedes Certificate 70898