STATE OF OREGON

COUNTY OF UNION

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

HARRY B. FRASHIER RT. 2, BOX 2615-C LA GRANDE, OR 97850

confirms the right to use the waters of LADD CREEK, a tributary of CATHERINE CREEK, for IRRIGATION OF 9.7 ACRES.

This right was perfected under Permit 49602. The date of priority is JULY 5, 1985. The amount of water to which this right is entitled is limited to an amount actually beneficially used and shall not exceed 0.24 CUBIC FOOT PER SECOND, or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

SE 1/4 SW 1/4, SECTION 1, T 4 S, R 38 E, W.M.; 2600 FEET SOUTH AND 600 FEET WEST FROM THE C 1/4 CORNER OF SECTION 1.

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-FORTIETH 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 3.0 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:

NE 1/4 SW 1/4 9.7 ACRES SECTION 1 TOWNSHIP 4 SOUTH, RANGE 38 EAST, W.M

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 JANUARY 14

/S/ Richard D. Bailey

Martha O. Pagel

Recorded in State Record of Water Right Certificates numbered 73985.

68425.DLM

1997.