STATE OF OREGON

COUNTY OF MALHEUR

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

SKYLINE FARMS, INCORPORATED ONTARIO, OREGON 97914

confirms the right to use the waters of the SNAKE RIVER, a tributary of the COLUMBIA RIVER, for SUPPLEMENTAL IRRIGATION OF 248.4 ACRES.

This right was perfected under Permit 33945. The date of priority is OCTOBER 25, 1968. The amount of water to which this right is entitled is limited to an amount actually beneficially used and shall not exceed 4.22 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:

LOT 1 (NE% NW%), SECTION 21, T 17 S, R 47 E, WM, 350 FEET SOUTH AND 1980 FEET EAST FROM THE NW CORNER, SECTION 21.

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 4.0 acre-feet 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:

25.2 ACRES 15.4 ACRES FION 26	SW1/4	SE¼ SECT	22.4 ION 32	
12.1 ACRES FION 29	NE¼ NW¼	SW¼ SW¼	39.8 39.6	ACRES ACRES ACRES ACRES

TOWNSHIP 17 SOUTH, RANGE 46 EAST, W.M.

LOT 1 (NE% NE%) 13.2 ACRES LOT 2 (NW% NE%) 1.1 ACRES SECTION 5

TOWNSHIP 18 SOUTH, RANGE 46 EAST, W.M.

This certificate describes that portion of the water right confirmed by Certificate 40573, State Record of Water Right Certificates, NOT modified by the provisions of an order of the Water Resources Director entered FEB 25 1997, approving Transfer Application 7624.

The issuance of this superseding certificate does not confirm the status of the water right in regard to the provisions of ORS 540.610 pertaining to forfeiture or abandonment.

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 $\underline{\hspace{0.2cm}}$ FEB 25 1997 $\underline{\hspace{0.2cm}}$.

/s/ MARTHA O. PAGEL

Martha O. Pagel, Director

Recorded in State Record of Water Right Certificates numbered 74022.

T-7624.LHN