

STATE OF OREGON
COUNTY OF MALHEUR
CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

BLM No. 68-5743

U.S. Bureau of Land Management
100 Oregon Street
Vale, Oregon 97918

confirms the right to store the waters of North Fork of Ryegrass Creek, a tributary of Owyhee River, in Favorite No. 2 Reservoir, for livestock and wildlife.

The right to store these waters was perfected under Reservoir Permit R-10297. The date of priority is September 30, 1983. The amount of water entitled to be stored each year under this right is not more than 0.1 acre-foot.

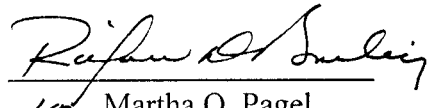
The reservoir is located within:

SW 1/4 SE 1/4
SECTION 24
TOWNSHIP 30 SOUTH, RANGE 37 EAST, W.M.

The storage of water allowed herein is subject to the installation and maintenance of an outlet pipe, or the provision of other means to evacuate water when determined necessary by the Water Resources Director to satisfy prior downstream rights.

The right to the use of the water for the above purpose is restricted to beneficial use at the place of use described.

WITNESS the signature of the Water Resources Director, affixed July 15, 1997.


for Martha O. Pagel
Water Resources Director

Recorded in State Record of Water Right Certificates numbered 74538.

R-67063.SB