STATE OF OREGON COUNTY OF MALHEUR CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

BLM No. 48-4726

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

confirms the right to store the waters of an unnamed stream, a tributary of Sagebrush Gulch, in Sagebrush Reservoir, for livestock and wildlife.

The right to store these waters was perfected under Reservoir Permit R-8712. The date of priority is August 6, 1979. The amount of water entitled to be stored each year under this right is not more than 1.51 acre-feet.

The reservoir is located within:

SE 1/4 SE 1/4 SECTION 27 TOWNSHIP 21 SOUTH, RANGE 44 EAST, WM

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 August 25, 1997.

/s/ Richard D. Bailey, for

Martha O. Pagel

Water Resources Director

Recorded in State Record of Water Right Certificates numbered 74912.

R-59067.SB