STATE OF OREGON

COUNTY OF JACKSON

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

JERRY AND/OR SHIRLEY M. STONE 5500 LOST CREEK ROAD EAGLE POINT, OREGON 97524

confirms the right to store the waters of FROG CREEK AND AN UNNAMED STREAM, tributaries of SOUTH FORK LITTLE BUTTE CREEK, in STONE RESERVOIRS 1, 2, 3 and 4, appropriated under Permit 47440, for SUPPLEMENTAL IRRIGATION.

The right to store these waters was perfected under Reservoir Permit R-8610. The date of priority is DECEMBER 29, 1982. The amount of water entitled to be stored each year under this right is 12.7 ACRE-FEET (AF), BEING 2.0 AF STORED IN RESERVOIR 1 FROM FROG CREEK; 4.5 AF STORED IN RESERVOIR 2 FROM THE UNNAMED STREAM; 5.6 AF STORED IN RESERVOIR 3 FROM THE UNNAMED STREAM; AND 0.6 AF STORED IN RESERVOIR 4 FROM THE UNNAMED STREAM.

THE POINTS OF DIVERSION ARE LOCATED AS FOLLOWS:

FROG CREEK - NE 1/4 NW 1/4, SECTION 10, T 37 S, R 2 E, WM; 340 FEET SOUTH AND 600 FEET WEST FROM THE NORTH QUARTER CORNER OF SECTION 10; UNNAMED STREAM - (WALCH DITCH) SW 1/4 NW 1/4, SECTION 35, T 37 S, R 2 E, W.M.; 100 FEET NORTH AND 1000 FEET EAST FROM THE WEST QUARTER CORNER OF SECTION 35.

The reservoirs are located as follows:

SW 1/4 SW 1/4 SECTION 3

NE 1/4 NW 1/4 NW 1/4 NW 1/4 SECTION 10 TOWNSHIP 37 SOUTH, RANGE 2 EAST, W.M.

The right to store and use 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 OCTOBER 31, 1997.

/S/ Richard D. Bailey

Martha O. Pagel

Recorded in State Record of Water Right Certificates numbered 75239.

R-64604.LMS