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 use the waters of STONE RESERVOIRS 1, 2, 3, AND 4, tributaries of SOUTH FORK LITTLE BUTTE CREEK, for SUPPLEMENTAL IRRIGATION OF 40 ACRES.

This right was perfected under Permit 47440. The date of priority is DECEMBER 29, 1982. The amount of water to which this right is entitled is limited to an amount actually beneficially used and shall not exceed 12.7 ACRE FEET OF STORED WATER ONLY, or its equivalent in case of rotation, measured at the point of diversion from the source.

The points of diversion are located as follows:

DAM 1 - SW 1/4 SW 1/4, SECTION 3, TOWNSHIP 37 SOUTH, RANGE 2 EAST, WM; 200 FEET NORTH AND 1070 FEET EAST;

DAM 2 - NW 1/4 NW 1/4, SECTION 10, TOWNSHIP 37 SOUTH, RANGE 2 EAST, WM; 400 FEET SOUTH AND 1070 FEET EAST;

DAM 3 - NW 1/4 NW 1/4, SECTION 10, TOWNSHIP 37 SOUTH, RANGE 2 EAST, WM; 400 FEET SOUTH AND 1320 FEET EAST;

DAM 4 - NW 1/4 NW 1/4, SECTION 10, TOWNSHIP 37 SOUTH, RANGE 2 EAST, WM; 850 FEET SOUTH AND 50 FEET EAST:

ALL BEING FROM THE NW CORNER OF SECTION 10

The amount of water used for irrigation together with the amount secured under any other right existing for the same lands, is limited to a diversion of 4.5 acre-feet for each acre irrigated during the irrigation season of each year.

This right is limited to any deficiency in the available supply of any prior right existing for the same land.

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:

SW 1/4 SW 1/4 12.8 ACRES SECTION 3

NW 1/4 NW 1/4 20.0 ACRES SW 1/4 NW 1/4 7.2 ACRES SECTION 10 TOWNSHIP 37 SOUTH, RANGE 2 EAST, W.M.

SEE NEXT PAGE

272.

64605.LMS

PAGE TWO

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 OCTOBER 31, 1997.

/S/ Richard D. Bailey

Martha O. Pagel

Recorded in State Record of Water Right Certificates numbered 75240.

64605.LMS