

STATE OF OREGON
COUNTY OF DESCHUTES
CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

LLAMA WOODS FARM CO.
65500 GERKING MARKET ROAD
BEND, OREGON 97701

confirms the right to use the waters of A WELL in the DESCHUTES BASIN for SUPPLEMENTAL IRRIGATION OF 57.7 ACRES.

This right was perfected under Permit G-12486. The date of priority is OCTOBER 15, 1992. The amount of water to which this right is entitled is limited to an amount actually beneficially used and shall not exceed 0.3 CUBIC FOOT PER SECOND, or its equivalent in case of rotation, measured at the well. The period of use under this right is limited to April 1 through November 1 of each year.

The well is located as follows:

SW 1/4 NW 1/4, SECTION 19, TOWNSHIP 16 SOUTH, RANGE 12 EAST, W.M.;
105 FEET NORTH AND 1140 FEET EAST FROM THE W 1/4 CORNER, SECTION 19.

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-EIGHTIETH 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 3.0 acre-feet per acre 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:

NW 1/4 NW 1/4	29.0 ACRES
SW 1/4 NW 1/4	24.7 ACRES
NW 1/4 SW 1/4	4.0 ACRES

SECTION 19
TOWNSHIP 16 SOUTH, RANGE 12 EAST, W.M.

Measurement, recording and reporting conditions:

- A. The water user shall maintain the meter or measuring device in good working order as approved by the Director.
- B. The water user shall allow the watermaster access to the meter or measuring device; provided however, where the meter or measuring device is located within a private structure, the watermaster shall request access upon reasonable notice.

SEE NEXT PAGE

- C. The Director may require the water user to keep and maintain a record of the amount (volume) of water used and may require the water user to report water use on a periodic schedule as established by the Director. In addition, the Director may require the water user to report general water use information, the periods of water use and the place and nature of use of water under this right. The Director may provide an opportunity for the water user to submit alternative reporting procedures for review and approval.

If substantial interference with a senior water right occurs due to withdrawal of water from any well listed on this right, then use of water from the well(s) shall be discontinued or reduced and/or the schedule of withdrawal shall be regulated until or unless the Department approves or implements an alternative administrative action to mitigate the interference. The Department encourages junior and senior appropriators to jointly develop plans to mitigate interferences.

Use of water under authority of this right may be regulated if analysis of data available discloses that the appropriation will measurably reduce the surface water flows necessary to maintain the free-flowing character of a scenic waterway in quantities necessary for recreation, fish and wildlife in effect as of the priority date of the right or as those quantities may be subsequently reduced.

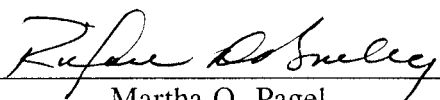
The well shall be maintained in accordance with the General Standards for the Construction and Maintenance of Water Wells in Oregon. The works shall be equipped with a usable access port, and may also include an air line and pressure gauge adequate to determine water level elevation in the well at all times.

Failure to comply with any of the provision of this right may result in action including, but not limited to, restrictions on the use, civil penalties, or cancellation of the right.

The right to use water for the above purpose is restricted to beneficial use, without waste, on the lands or place of use described. The water user is advised that new regulations may require use of best practical technologies or conservation practices to achieve this end.

The use of water shall be limited when it interferes with any prior surface or ground water rights.

WITNESS the signature of the Water Resources Director, affixed NOVEMBER 25, 1998.


Martha O. Pagel

Recorded in State Record of Water Right Certificates numbered 75899.