STATE OF OREGON

COUNTY OF COOS

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

OREGON STATE DEPARTMENT OF FORESTRY 2600 STATE STREET SALEM, OREGON 97310

confirms the right to store the waters of PALOUSE CREEK, a tributary of HAYNES INLET, in TENMILE BUTTE RESERVOIR, maintained under Permit 50961, FOR FIRE PROTECTION.

The right to store these waters was perfected under Reservoir Permit R-11209. The date of priority is NOVEMBER 7, 1989. The amount of water entitled to be stored each year under this right is 0.13 ACRE-FOOT.

The reservoir is located as follows:

SE 1/4 NE 1/4 SECTION 2 TOWNSHIP 24 SOUTH, RANGE 12 WEST, 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 storage of water allowed herein may be made only at times when sufficient water is available to satisfy all prior rights, including rights for maintaining instream flows.

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

This right is for the beneficial use of water without waste. The water user is advised that new regulations may require the use of best practical technologies or conservation practices to achieve this end.

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 JANUARY 28, 1999.

Martha O. Pagel

Recorded in State Record of Water Right Certificates numbered 75985.

R-67737.KDD