

STATE OF OREGON  
COUNTY OF JOSEPHINE  
CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

GALICE SUBDIVISION WATER COMPANY  
12143 GALICE ROUTE  
MERLIN, OREGON 97532

confirms the right to use the waters of SOUTH FORK ROCKY GULCH AND AN UNNAMED STREAM, tributaries of THE ROGUE RIVER, for PRIMARY DOMESTIC SUPPLIES FOR 2 FAMILIES FROM SOUTH FORK ROCKY GULCH WITH SECONDARY DOMESTIC SUPPLIES FROM AN UNNAMED STREAM AND SECONDARY DOMESTIC SUPPLIES FOR 21 FAMILIES FROM AN UNNAMED STREAM.

This right has been perfected under Permit 49874. The date of priority is NOVEMBER 13, 1986. This right is limited to 0.01 CUBIC FOOT PER SECOND (CFS) FROM THE SOUTH FORK ROCKY GULCH AND 0.03 CFS FROM THE UNNAMED STREAM, PROVIDED THE TOTAL QUANTITY DIVERTED SHALL NOT EXCEED 0.03 CFS; PROVIDED FURTHER THAT THE RIGHT ALLOWED HEREIN FOR THE SECONDARY SUPPLY FROM THE UNNAMED STREAM IS LIMITED TO PERIODS WHEN FLOWS IN SOUTH FORK ROCKY GULCH ARE TURBID; or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

SOUTH FORK ROCKY GULCH - NE 1/4 NE 1/4, AS PROJECTED WITHIN JAMES STEEL & CO.'S MINERAL SURVEY NO. 40, SECTION 35, TOWNSHIP 34 SOUTH, RANGE 8 WEST, WM, 800 FEET SOUTH AND 90 FEET WEST FROM THE NE CORNER SECTION 35;

UNNAMED STREAM - NE 1/4 NW 1/4, SECTION 35, T 34 S, R 8 WEST, WM; 1200 FEET SOUTH AND 3440 FEET WEST FROM THE NE CORNER OF SECTION 35.

This right shall conform to any reasonable rotation system ordered by the proper state officer.

A description of the place of use under this right, and to which this right is appurtenant, is as follows:

LOT 13 (SW 1/4 NW 1/4)  
LOT 14 (SE 1/4 NW 1/4)  
LOT 8 (NE 1/4 SW 1/4)  
SECTION 36  
TOWNSHIP 34 SOUTH, RANGE 8 WEST, WM

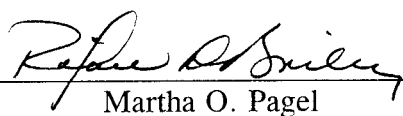
THE LAND UPON WHICH WATER USED IS MORE EXPLICITLY DESCRIBED AS:

PRIMARY DOMESTIC SUPPLIES FROM SOUTH FORK ROCKY GULCH WITH SECONDARY SUPPLIES FROM AN UNNAMED STREAM ON Block 1 - Lot 6 and Block 4 - Lot 4 Galice Subdivision; and

SECONDARY SUPPLIES FROM AN UNNAMED STREAM ON Block 1 - Lots 7, 8, 10, 11, Block 2, Lots 3, 4, 5, 6, 7, 8, 10, 11, 14, Block 3 - Lots 3, 4, 5, 6, 8, 10, 11, Block 4 - Lot 6, Galice Subdivision.

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. This right is subject to minimum flows established by the Water Resources Commission with an effective date prior to this right.

WITNESS the signature of the Water Resources Director, affixed MAY 14, 1999.

  
Martha O. Pagel

Recorded in State Record of Water Right Certificates numbered 76168.