

STATE OF OREGON
COUNTY OF SHERMAN
CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

BIG SKY RANCH, INC.
C/O DAVID SCHLECHT
5701 NE 88TH
VANCOUVER, WA 98665

confirms the right to use the waters of JOHN DAY RIVER, a tributary of COLUMBIA RIVER, for the purpose of IRRIGATION OF 30.4 ACRES.

This right has been perfected under Permit 43721. The date of priority is OCTOBER 26, 1978. This right is limited to 0.76 CUBIC FOOT PER SECOND or its equivalent in case of rotation, measured at the point of diversion from the source.

The points of diversion are located as follows:

NW 1/4 SW 1/4, SECTION 2, T 1 N, R 19 E, W.M.; 1700 FEET NORTH AND 1200 FEET EAST FROM THE SE CORNER OF SECTION 3; AND

NE 1/4 SE 1/4, SECTION 3, T 1 N, R 19 E, W.M.; 2380 FEET NORTH AND 560 FEET WEST FROM THE SW CORNER OF SECTION 2.

The amount of water used for irrigation under this right, together with the amount secured under any other right existing for the same lands, is limited to a diversion of ONE-FORTIETH of one cubic foot per second (or its equivalent) and 5.0 acre-feet for each acre irrigated during the irrigation season of each year.

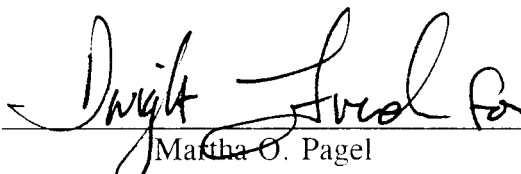
This right shall conform to any reasonable rotation system ordered by the proper state officer.

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

NE 1/4 SE 1/4 19.2 ACRES
NW 1/4 SE 1/4 11.2 ACRES
SECTION 3
TOWNSHIP 1 NORTH, RANGE 19 EAST, W.M.

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 24, 2000.


Martha O. Pagel

Recorded in State Record of Water Right Certificates numbered 76558.

58046.SB