

STATE OF OREGON
COUNTY OF MALHEUR
CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

BLM NO. 48-1705

U.S. BUREAU OF LAND MANAGEMENT
100 OREGON STREET
VALE, OREGON 97918

confirms the right to store the waters of RED ROCK CANYON CREEK, a tributary of MALHEUR RIVER, in LOWER BLACK CANYON RESERVOIR, for LIVESTOCK.

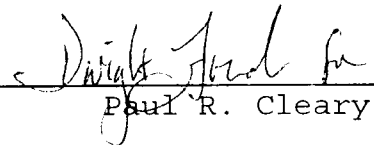
The right to store these waters was perfected under Reservoir Permit R-11062. The date of priority is SEPTEMBER 24, 1986. The amount of water entitled to be stored and used each year under this right is not more than 0.60 ACRE-FEET.

The reservoir is located within:

NE 1/4 NW 1/4
SECTION 10
TOWNSHIP 20 SOUTH, RANGE 41 EAST, 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.

Witness the signature of the Water Resources Department Director, affixed October 24, 2001.


Paul R. Cleary

Recorded in the State Record of Water Right Certificate numbered 78156.
R-68911.GEC