

STATE OF OREGON
COUNTY OF MORROW
CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

U.S. UMATILLA NATIONAL FOREST
2517 SOUTHWEST HAILEY AVENUE
PENDLETON, OREGON 97814

confirms the right to store the waters from AN UNNAMED STREAM, a tributary of BACON CREEK in SIDEHILL RESERVOIR for STOCKWATER.

The right to store these waters was perfected under Reservoir Permit R-10122. The date of priority is DECEMBER 19, 1983. The amount of water entitled to be stored each year under this right is not more than 0.029 ACRE-FOOT.

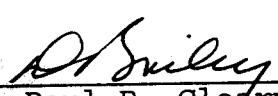
The reservoir is located as follows:

NE 1/4 NW 1/4
SECTION 34
TOWNSHIP 6 SOUTH, RANGE 27 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.

The right to store and use the waters for the above purpose is restricted to beneficial use at the place of use described.

WITNESS the signature of the Water Resources Director,
November 16, 2001.


Paul R. Cleary

Recorded in State Record of Water Right Certificates numbered 78356.
R-64310.BL