STATE OF OREGON

COUNTY OF GRANT

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

BLUE MOUNTAIN DITCH COMPANY C/O HOMER HARRISON ROUTE 1, BOX 130 MT. VERNON, OREGON 97865

confirms the right to use the waters of the JOHN DAY RIVER, a tributary of the COLUMBIA RIVER, for SUPPLEMENTAL IRRIGATION OF 112.4 ACRES.

This right was perfected under Permit 46253. The date of priority is JULY 13, 1981. The amount of water to which this right is entitled is limited to an amount actually beneficially used and shall not exceed 1.40 CUBIC FEET PER SECOND or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

SE¼ NE¼, SECTION 29, T 13 S, R 30 E, W.M.; 80 FEET NORTH AND 1310 FEET WEST FROM THE E¼ CORNER OF SECTION 29.

The amount of water used for irrigation, together with the amount secured under any other right existing for the same lands, is limited to ONE-FORTIETH of one cubic foot per second per acre, or its equivalent for each acre irrigated and shall be further limited to a diversion of not to exceed 5.0 acre-feet per acre for each acre irrigated during the irrigation season of each year.

The right shall be limited to any deficiency in the available supply of any prior right existing for the same land and shall not exceed the limitation allowed herein.

The use shall conform to such reasonable rotation system as may be ordered by the proper state officer.

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

NW¼ NE¼ 16.0 ACRES SECTION 25 NE¼ NE¼ 27.2 ACRES
NW¼ NE¼ 2.0 ACRES
SW¼ NE¼ 36.1 ACRES
SE¼ NE¼ 20.6 ACRES
NW¼ SE¼ 6.0 ACRES
SECTION 26

TOWNSHIP 13 SOUTH, RANGE 29 EAST, W.M.

SE¼ NW¼ 4.0 ACRES SECTION 29

NE¼ NE¼ 0.5 ACRE SECTION 30

TOWNSHIP 13 SOUTH, RANGE 30 EAST, W.M.

This certificate describes that portion of the water right confirmed by Certificate 65852, State Record of Water Right Certificates, NOT modified by the provisions of an order of the Water Resources Director entered _______, approving Transfer Application 8603.

The issuance of this superseding certificate does not confirm the status of the water right in regard to the provisions of ORS 540.610 pertaining to forfeiture or abandonment.

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. The 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 FEB 1 8 2003

Recorded in State Record of Water Right Certificates numbered 79903.

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