STATE OF OREGON

COUNTY OF UMATILLA

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

MRS. M.H. WAGNER MILTON, OREGON 97862

confirms the right to use the waters of the SOUTH FORK WALLA WALLA RIVER, a tributary of the WALLA WALLA RIVER, for IRRIGATION OF 9.68 ACRES.

This right was confirmed by decree of the Circuit Court of the State of Oregon for UMATILLA County. The decree is of record at Salem, in the Order Record of the WATER RESOURCES DIRECTOR, in Volume 12, at Page 9. The date of priority is 1881.

The amount of water to which this right is entitled is limited to an amount actually beneficially used and shall not exceed ONE AND ONE-HALF MINER'S INCHES per acre or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

DOROTHY DITCH.

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

SW¼ NE¼ 7

7.88 ACRES

NW¼ SE¼ 1.80 ACRES

SECTION 21

TOWNSHIP 5 NORTH, RANGE 36 EAST, W.M.

Being within the following described tract: Beginning at a point on the line running east and west through the center of the NE% of Sec. 21, in T. 5 N., R. 36 E., W.M., 662.8 feet east of the northwest corner of the SW% NE% of said Sec. 21; running thence south 1298.2 feet more or less to the center of the County road;

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thence easterly along the center of the County road to a point distant at right angles from said last described line 494.15 feet; thence north 1564.18 feet more or less to the line running east and west through the center of the NE% of said Sec. 21; thence west along said center line 494.15 feet to the place of beginning, containing 16.7 acres, more or less (see transfer order for rest of acreage).

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 and is subject to all other conditions and limitations contained in said decree.

WITNESS the signature of the Water Resources Director,

affixed May 31, 2003

Paul R. Cleary, Director

Recorded in State Record of Water Right Certificates numbered 80291.