STATE OF OREGON

COUNTY OF YAMHILL

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

C.M. MORRIS, JR. 18935 SW BELLEVUE HIGHWAY McMINNVILLE, OREGON 97128

confirms the right to use the waters of the SOUTH YAMHILL RIVER, a tributary of the YAMHILL RIVER, for IRRIGATION OF 80.8 ACRES.

This right was perfected under Permit 46693. The date of priority is JANUARY 7, 1982. The amount of water to which this right is entitled is limited to an amount actually beneficially used and shall not exceed 1.01 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:

LOT 4 (SW% SW%), SECTION 32, T 5 S, R 5 W, W.M.; 200 FEET NORTH OF THE NW CORNER OF W. McCANE DLC 60.

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-EIGHTIETH 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 2% acre-feet for each acre irrigated during the irrigation season of each year.

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

SW¼ SE¼ 0.6 ACRE AS PROJECTED WITHIN J. McCANE DLC 61 SECTION 31

SW1/4 SW1/4 9.7 ACRES AS PROJECTED WITHIN W. McCANE DLC 60 SECTION 32

TOWNSHIP 5 SOUTH, RANGE 5 WEST, W.M.

NE¼ NE¼ 16.2 ACRES NW% NE% 40.0 ACRES SW¼ NE¼ 3.6 ACRES SE¼ NE¼ 0.6 ACRE NE¼ NW¼ 8.2 ACRES

SE¼ NW¼ 1.9 ACRES

ALL AS PROJECTED WITHIN J. McCANE DLC 70 SECTION 6

TOWNSHIP 6 SOUTH, RANGE 5 WEST, W.M.

This certificate describes that portion of the water right confirmed by Certificate 79984, State Record of Water Right Certificates, NOT modified by the provisions of an order of the Water Resources Director JUN 0 4 2003 _____, approving Transfer Application 9245.

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 use confirmed herein may be made only at times when sufficient water is available to satisfy all prior rights, including rights for maintaining instream flows.

WITNESS the signature of the Water Resources

Director, affixed ____IIN 0 4 2003

Director

Recorded in State Record of Water Right Certificates numbered 80299.

T-9245.PKS

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