STATE OF OREGON

COUNTY OF MORROW

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

JAMES T. AYERS GALLOWAY, OREGON

confirms the right to use the waters of BUTTER CREEK, a tributary of the UMATILLA RIVER, for IRRIGATION OF 64.4 ACRES, DOMESTIC and STOCK.

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 3, at Page 250. The date of priority is 1892.

The amount of water to which this right is entitled is limited to an amount actually beneficially used and shall not exceed 1.29 CUBIC FEET PER SECOND.

Said right shall be subject to all other conditions and limitations contained in said decree.

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

> SW1/4 NE1/4 1.80 ACRES SE1/4 NE1/4 4.20 ACRES NE1/4 SE1/4 24.69 ACRES NW1/4 SE1/4 4.71 ACRES SECTION 23

> NE1/4 SW1/4 4.90 ACRES NW1/4 SW1/4 24.10 ACRES

SECTION 24

TOWNSHIP 1 NORTH, RANGE 27 EAST, W.M.

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 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.

WITNESS the signature of the Water Resources

Director, affixed June 14, 2004.

Phillip C. Ward, Acting Director

Recorded in State Record of Water Right Certificates numbered 80765