STATE OF OREGON

COUNTY OF MORROW

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

MARILYN SCHILLER VEY RANCH 69958 SCHILLER DRIVE ECHO, OREGON 97826

confirms the right to use the waters of BIG BUTTER CREEK, a tributary of the UMATILLA RIVER, for IRRIGATION OF 210.57 ACRES, DOMESTIC AND STOCK USE.

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 1880 FOR 0.5 CUBIC FOOT PER SECOND (CFS) AND 1890 FOR 3.63 CFS.

The amount of water to which this right is entitled is limited to an amount actually beneficially used and shall not exceed 4.35 CFS or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

NE¼ NE¼, SECTION 30, T 1 N, R 28 E, W.M.; MORRIS DITCH - 730 FEET SOUTH AND 590 FEET WEST FROM THE NE CORNER, SECTION 30.

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

 SW1/4
 SW1/4
 7.60
 ACRES

 SE1/4
 SW1/4
 34.80
 ACRES

 SW1/4
 SE1/4
 20.70
 ACRES

 SE1/4
 SE1/4
 9.70
 ACRES

 SECTION 24

NE¼ NE¼ 36.30 ACRES NW¼ NE¼ 16.77 ACRES NE¼ NW¼ 3.80 ACRES

SECTION 25

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

 NE¼
 NE¼
 10.50
 ACRES

 NW¼
 NE¼
 12.30
 ACRES

 SE¼
 NE¼
 1.70
 ACRES

 NE¼
 NW¼
 25.90
 ACRES

 NW¼
 NW¼
 30.50
 ACRES

 SECTION 30

TOWNSHIP 1 NORTH, RANGE 28 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.

This certificate describes that portion of the water right confirmed by Certificate 80067, State Record of Water Right Certificates, NOT modified by the provisions of an order of the Water Resources Director approving Transfer Application 9296, entered __________.

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 80768