STATE OF OREGON

COUNTY OF JOSEPHINE

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

Barbara Bales Et Al P.O. Box 603 Cave Junction, Oregon 97523

confirms the right to use the waters of Althouse Creek, a tributary of Illinois River, for IRRIGATION of 34.7 acres, Domestic and Stock use.

This right was confirmed by decree of the Circuit Court of the State of Oregon for Josephine County. The decree is of record at Salem, in the Order Record of the Water Resources Director in Volume 4, at Page 427. The date of priority is 1856 for 10.7 acres and 1895 for 24.0 acres.

The amount of water to which this right is entitled is limited to an amount actually beneficially used, and shall not exceed 0.77 CUBIC FOOT PER SECOND (cfs), being 0.56 cfs through the Morey Ditch if available at the original point of diversion, the Houck and George Ditch, and 0.21 cfs through the Houck and George Ditch.

The points of diversion are located as follows:

Morey Ditch - located in NE ¼, NW ¼, Section 18, T40S, R7W, W.M.;

860 feet South and 2090 feet East from the NW corner of Sec. 18

Houck and George Ditch - located in the NW $\frac{1}{4}$, SW $\frac{1}{4}$, Section 8, T40S, R7W, W.M.; 180 feet South and 1180 feet East from the West $\frac{1}{4}$ Corner of Section 8.

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

1895 priority Morey Ditch

3.1 acres NE ¼ NE ¼ as projected within J. Thomas DLC 45 20.9 acres NW ¼ NE ¼ as projected within J. Thomas DLC 45 SECTION 13

TOWNSHIP 40 SOUTH, RANGE 8 WEST, W.M.

1856 priority Houck and George Ditch

- 0.1 acre NE 4 NE 4 as projected within J. Thomas DLC 45
- 2.5 acres SE 1/4 NW 1/4
- 7.5 acres NE 4 SW 4

SECTION 13

TOWNSHIP 40 SOUTH, RANGE 8 WEST, W.M.

0.4 acre NW ¼ NW ¼ as projected within J. Thomas DLC 37

0.2 acre SW $\frac{1}{4}$ NW $\frac{1}{4}$ as projected within N. Patterson DLC 38 SECTION 18

TOWNSHIP 40 SOUTH, RANGE 7 WEST, W.M.

This certificate describes that portion of the water right confirmed by Certificate 53116, State Record of Water Right Certificates, NOT modified by the provisions of an order of the Water Resources Director entered $\underline{\hspace{0.5cm}}$ FFB 1 7 2005 , approving Transfer Application T-9724.

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 shall be subject to all other conditions contained in said decree.

WITNESS the signature of the Water Resources Director,

affixed Fasevary 17, 2005 .

APhillip Q. Ward. Director

Recorded in State Record of Water Right Certificates numbered 81142