STATE OF OREGON

COUNTY OF UNION

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

W J TOWNLEY UNION OR 97883

confirms the right to use the waters of the LADD CR, CATHERINE CR AND HOT LAKE SPRING, tributaries of the GRANDE RONDE RIVER for IRRIGATION of 1085.00 ACRES.

This right was confirmed by decree of the Circuit Court of the State of Oregon for Union County. The decree is of record at Salem, in the Order Record of the Water Resources Director in Volume 8, at Page 1. The date of priority is, 1868 for 220.0 acres from Ladd Creek, 1870 for 815.0 acres from Catherine Creek, and 1878 for 50.0 acres from Hot Lake Spring.

The point of diversion is located as follows:

| Twp | Rng | Mer | Sec | Q-Q | Survey Coordinates |
|-----|------|-----|-----|-------|---------------------------------------|
| 3 S | 38 E | WM | 36 | SE SE | LADD CREEK; PIERCE AND SAWYER DITCHES |
| 4 S | 39 E | WM | 3 | SW NW | CATHERINE CREEK; OLD CHANNEL |
| 4 S | 39 E | WM | 5 | NW SE | HOT LAKE SPRING; HOT LAKE DITCH |

The amount of water to which this right is entitled is limited to an amount actually used beneficially, and shall not exceed ONE-FORTIETH of one cubic foot per second, or its equivalent for each acre irrigated and shall be further limited to a diversion not to exceed 3.0 acre feet per acre in any irrigation season. 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.

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

| Twp | Rng | Mer | Sec | Q-Q | Acres | Priority | Source |
|-----|------|-----|-----|-------|-------|----------|-----------------|
| 3 S | 39 E | WM | 29 | SE SE | 25.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 32 | NE NE | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 32 | NW NE | 20.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 32 | SW NE | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 32 | SE NE | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 32 | SW NW | 40.00 | 1868 | Ladd Creek |
| 3 S | 39 E | WM | 32 | SE NW | 40.00 | 1868 | Ladd Creek |
| 3 S | 39 E | WM | 32 | NE SW | 40.00 | 1868 | Ladd Creek |
| 3 S | 39 E | WM | 32 | NW SW | 34.00 | 1868 | Ladd Creek |
| 3 S | 39 E | WM | 32 | SW SW | 26.00 | 1868 | Ladd Creek |
| 3 S | 39 E | WM | 32 | SE SW | 40.00 | 1868 | Ladd Creek |
| 3 S | 39 E | WM | 32 | NE SE | 40.00 | 1870 | Catherine Creek |

| Twp | Rng | Mer | Sec | Q-Q | Acres | Priority | Source |
|-----|------|-----|-----|-------|-------|----------|-----------------|
| 3 S | 39 E | WM | 32 | NW SE | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 32 | SW SE | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 32 | SE SE | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 33 | NE NW | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 33 | NW NW | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 33 | SW NW | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 33 | SE NW | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 33 | NE SW | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 33 | NW SW | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 33 | SW SW | 40.00 | 1870 | Catherine Creek |
| 3 S | 39 E | WM | 33 | SE SW | 40.00 | 1870 | Catherine Creek |
| 4 S | 39 E | WM | 4 | NE NW | 40.00 | 1870 | Catherine Creek |
| 4 S | 39 E | WM | 4 | NWNW | 40.00 | 1870 | Catherine Creek |
| 4 S | 39 E | WM | 4 | SE NW | 40.00 | 1870 | Catherine Creek |
| 4 S | 39 E | WM | 5 | NE NE | 40.00 | 1870 | Catherine Creek |
| 4 S | 39 E | WM | 5 | NW NE | 10.00 | 1870 | Catherine Creek |
| 4 S | 39 E | WM | 5 | NW NE | 30.00 | 1878 | Hot Spring Lake |
| 4 S | 39 E | WM | 5 | NE NW | 20.00 | 1878 | Hot Spring Lake |

This certificate describes that portion of the water right confirmed by Certificate 80229, State Record of Water Right Certificates, NOT modified by the provisions of an order of the Water Resources Director entered MAY 2 6 2005, approving Transfer Application T-9477 and T-9478.

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 May 26, 2008.

Phillip C. Ward, Director