STATE OF OREGON

COUNTY OF JOSEPHINE

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

FIELDS & STONE CORPORATION. 14725 WILLIAMS HWY GRANTS PASS OR 97526

confirms the right to use the waters of drain ditch and three reservoirs constructed under Permit No. R-3882, a tributary of WILLIAMS CREEK and APPLEGATE RIVER, for SUPPLEMENTAL IRRIGATION of 100.1 ACRES.

This right was perfected under Permit S-29199. The date of priority is OCTOBER 24, 1963. The amount of water to which this right is entitled is limited to an amount actually used beneficially, and shall not exceed 1.249 CUBIC FEET PER SECOND, or its equivalent in case of rotation, measured at the point of diversion.

The points of diversion are located as follows:

Twp	Rng	Mer	Sec	Q-Q	Survey Coordinates		
38 S	4 W	WM	7	NW SW	RESERVOIR NO. 3: 2650 FEET SOUTH AND 10 FEET EAST		
					FROM NE CORNER, SECTION 12		
38 S	5 W	WM	12	SE NE	RESERVOIR NO. 2: 2630 FEET SOUTH AND 70 FEET WEST		
					FROM NE CORNER, SECTION 12		
38 S	5 W	WM	12	NE SE	RESERVOIR NO. 1: 2900 FEET SOUTH AND 1220 FEET		
					WEST FROM NE CORNER, SECTION 12		
38 S	5 W	WM	12	NE SE	DRAIN DITCH: 3140 FEET SOUTH AND 1300 FEET WEST		
				2.5	FROM NE CORNER, SECTION 12		
38 S	5 W	WM	12	NW SE	DRAIN DITCH: 3270 FEET SOUTH AND 1340 FEET WEST		
					FROM NE CORNER, SECTION 12		

The amount of water used for irrigation, together with the amount secured under any other right existing for the same lands, is limited to a diversion of ONE-EIGHTIETH of one cubic foot per second, or its equivalent for each acre irrigated, and shall be further limited to a diversion of not to exceed 4.5 acre-feet per acre for each acre brigated during the irrigation season of each year from direct flow and storage from reservoirs constructed under permit no. R-3882; provided further that the right allowed herein shall be limited to any deficiency in the available supply of any prior tight existing for the same land and shall not exceed the limitation allowed herein; and 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 is as follows:

Twp	Rng	Mer	Sec	Q-Q	GLot	Acres
38 S	5 W	WM	1	SE SE		2.2
38 S	5 W	WM	12	NE NE		26.0
38 S	5 W	WM	12	NW NE	1	18.7
38 S	5 W	WM	12	SW NE	2	20.4
38 S	5 W	WM	12	SE NE		28.9
38 S	5 W	WM	12	NE SE		3.9

The right to the use of the water for the purposes aforesaid is restricted to the lands or place of use herein described and is subject to the existing minimum flow policies established by the Water Policy Review Board.

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approving Transfer Application T-9726. 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. DEC 1 8 2006 WITNESS the signature of the Water Resources Director, affixed _ Phillip C. Ward, Director