STATE OF OREGON

COUNTY OF DOUGLAS

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO Hanna Nickel Smelting Co. PO BOX 85 RIDDLE OR 97469

confirms the right to use the waters of a SUMP WELL AND PERFORATED PIPE, tributary to RAIL CREEK for SUPPLEMENTAL FIRE PROTECTION, MILLING AND SMELTING.

This right was perfected under Permit G-4214. The date of priority is JULY 1, 1968. The amount of water to which this right is entitled is limited to an amount actually used beneficially, and shall not exceed 3.3 CUBIC FEET PER SECOND or its equivalent in case of rotation, measured at the well.

The well is located as follows:

| Twp | Rng | Mer | Sec | Q-Q | GLot | Survey Coordinates |
|------|-----|-----|-----|-------|------|---|
| 30 S | 6 W | WM | 28 | sw sw | 7 | 600 FEET NORTH AND 5390 FEET EAST FROM SW CORNER OF SECTION 29 |

This right shall be limited to the appropriation of water only to the extent that it does not impair or substantially interfere with existing surface water rights of others. The use shall conform to such reasonable rotation system as may be ordered by the proper state officer. 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:

| SUPPLEMENTAL FIRE PROTECTION, MILLING AND SMELTING | | | | | | | | | |
|---|-----|-----|-----|---------|--|--|--|--|--|
| Twp | Rng | Mer | Sec | , / Q-Q | | | | | |
| 30 S | 6 W | WM | 28 | NW NW | | | | | |
| 30 S | 6 W | WM | 28 | SWNW | | | | | |
| 30 S | 6 W | WM | 28 | NW SW | | | | | |
| 30 S | 6 W | WM | 29 | NE NE | | | | | |
| 30 S | 6 W | WM | 29 | SE NE | | | | | |
| 30 S | 6 W | WM | 29 | NE SE | | | | | |

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 11, 2007.

Phillip C. Ward, Director

T-9286.smd

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Recorded in State Record of Water Right Certificates numbered 83321.