

STATE OF OREGON
 COUNTY OF UMATILLA
 CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

Hudson Bay District Improvement Company
 P.O. Box 110
 Milton-Freewater, OR, 97862

confirms the right to use the waters of the LITTLE WALLA WALLA RIVER and TUM-A-LUM BRANCH OF WALLA WALLA RIVER, tributaries of WALLA WALLA RIVER, for PRIMARY IRRIGATION of 464.10 acres and SUPPLEMENTAL IRRIGATION of 32.2 acres.

This right was perfected under Permit S-32145. The date of priority is February 15, 1967. The amount of water to which this right is entitled is limited to not more than 10.3 CUBIC FEET PER SECOND WITH ANY DEFICIENCY IN THE AVAILABLE SUPPLY FROM LITTLE WALLA WALLA RIVER TO BE MADE UP BY APPROPRIATION FROM TUM-A-LUM RIVER PROVIDED THE TOTAL QUANTITY DIVERTED FROM BOTH SOURCES DOES NOT EXCEED 10.3 CUBIC FEET PER SECOND or its equivalent in case of rotation, measured at the points of diversion from the sources.

The points of diversion are located as follows:

Twp	Rng	Mer	Sec	Q-Q	Survey Coordinates
5 N	35 E	WM	1	NE NW	POD #1 - 910 FEET SOUTH AND 700 FEET WEST FROM THE N1/4 CORNER OF SECTION 1
5 N	35 E	WM	12	SW NE	POD #2 - 1030 FEET NORTH AND 900 FEET EAST FROM THE CENTER CORNER OF 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 0.0375 of one cubic foot per second per acre, or its equivalent for each acre irrigated during the irrigation season of each year. THE RIGHT ALLOWED HEREIN SHALL BE LIMITED TO ANY DEFICIENCY IN THE AVAILABLE SUPPLY OF ANY PRIOR RIGHT EXISTING FOR THE SAME LAND AND SHALL NOT EXCEED THE LIMITATION ALLOWED HEREIN, PROVIDED FURTHER THAT THE RIGHT ACQUIRED HEREIN TOGETHER WITH THAT UNDER ALL OTHER RIGHTS HELD BY THE COMPANY TO THE USE OF THE LITTLE WALLA WALLA AND TUM-A-LUM RIVERS SHALL NOT EXCEED THE CAPACITY OF THE DIVERSION WORKS AT TIME OF MAKING PROOF OF APPROPRIATION.

The use shall conform to such reasonable rotation system as may be ordered by the proper state officer.

This final order is subject to judicial review by the Court of Appeals under ORS 183.482. Any petition for judicial review must be filed within the 60-day time period specified by ORS 183.482(1). Pursuant to ORS 536.075 and OAR 137-003-0675, you may petition for judicial review or petition the Director for reconsideration of this order. A petition for reconsideration may be granted or denied by the Director, and if no action is taken within 60 days following the date the petition was filed, the petition shall be deemed denied.

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

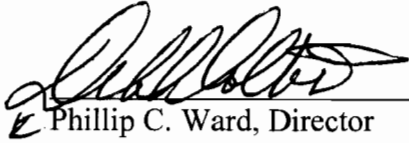
PRIMARY IRRIGATION						
Twp	Rng	Mer	Sec	Q-Q	Acres	Name
6 N	34 E	WM	17	SW SE	4.8	STATELINE RANCH, INC.
6 N	34 E	WM	18	SESE	4.7	WHITE
6 N	34 E	WM	20	NE NE	18.2	STATELINE RANCH, INC.
6 N	34 E	WM	20	NE NE	6.2	WHITE
6 N	34 E	WM	20	SE NE	11.6	STATELINE RANCH, INC.
6 N	34 E	WM	20	SW NW	0.2	WHITE
6 N	34 E	WM	20	SE NW	0.2	J. WEIDERT (Trustee)
6 N	34 E	WM	20	NE SW	25.2	J. WEIDERT (Trustee)
6 N	34 E	WM	20	NW SW	35.5	J. WEIDERT (Trustee)
6 N	34 E	WM	20	SW SW	39.1	J. WEIDERT (Trustee)
6 N	34 E	WM	20	SE SW	35.1	J. WEIDERT (Trustee)
6 N	34 E	WM	20	NW SE	5.1	J. WEIDERT (Trustee)
6 N	34 E	WM	20	SW SE	36.0	J. WEIDERT (Trustee)
6 N	34 E	WM	20	SE SE	15.8	J. WEIDERT (Trustee)
6 N	34 E	WM	29	NE NE	23.2	WEIDERT
6 N	34 E	WM	29	NW NE	39.1	WEIDERT
6 N	34 E	WM	29	SW NE	25.8	WEIDERT
6 N	34 E	WM	29	SE NE	10.1	WEIDERT
6 N	34 E	WM	29	NE NW	39.1	WEIDERT
6 N	34 E	WM	29	NW NW	39.1	WEIDERT
6 N	34 E	WM	29	SW NW	24.8	WEIDERT
6 N	34 E	WM	29	SE NW	25.2	WEIDERT

SUPPLEMENTAL IRRIGATION						
Twp	Rng	Mer	Sec	Q-Q	Acres	Name
6 N	34 E	WM	17	SE SE	32.2	STATELINE RANCH, INC.

This certificate confirms an order of the Water Resources Director entered on March 26, 2008 and recorded in Special Order Volume 74, Page 455 approving a petition by Hudson Bay District Improvement Company under ORS 541.329 for mapping water rights within a district. This certificate supersedes water right Certificate 60604.

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.

WITNESS the signature of the Water Resources Director, affixed MAR 26 2008



Phillip C. Ward, Director