STATE OF OREGON COUNTY OF UMATILLA CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

GALLAHER FARM COMPANY

confirms the right to use the waters of DUGGER CREEK, a tributary of PINE CREEK, for STOCK, DOMESTIC, AND IRRIGATION of 28.67 acres.

This right was confirmed by decree of the Circuit Court of the State of Oregon for UMATILLA County. The decree is of record at Salem, in the Order Record of the Water Resources Director, in Volume 3, at Page 321. The dates of priority are 1890 for 8.41 acres, 1894 for 3.55 acres, 1900 for 3.5 acres and 1908 for 13.21 acres.

The amount of water to which this right is entitled is limited to an amount actually used beneficially, and shall not exceed a rate of 0.36 cfs per acre. During the season beginning May 1st and ending September 1st, no more than 3 acre feet per acre may be applied. When winter irrigation is practiced the quantity in acre feet of water used shall not be charged against the user delivering his water during the above named season.

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:

IRRIGATION, STOCK AND DOMESTIC						
Twp	Rng	Mer	Sec	Q-Q	Acres	Priority date
6 N	34 E	WM	25	NE NE	3.1	1890
6 N	34 E	WM	25	NW NE	4.5	1908
6 N	34 E	WM	25	SW NE	7.67	1908
6 N	34 E	WM	25	SE NE	5.31	1890
6 N	34 E	WM	25	SE NE	3.55	1894
6 N	34 E	WM	25	SE NE	1.04	1908
6 N	34 E	WM	25	NE SE	3.50	1900

This certificate corrects a scrivener's error in the place of use as listed on Certificate 83918. Certificate 83918 described that portion of the water right confirmed by Certificate 81806 NOT modified by the provisions of a reconsideration order of the Water Resources Director entered on 3-4-09, and recorded in Special Order Volume 77, Page 333, approving a petition by Hudson Bay District Improvement Company under ORS 541.329 for mapping water rights within a district.

This certificate corrects the place of use as listed on Certificate 83918 and supersedes Certificate 83918.

81806-83918-rr-correcting.smd

Page 1 of 2

Certificate 84163

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 MAR 0 4 2009.

Phillip C. Ward, Director