

STATE OF OREGON

COUNTY OF DESCHUTES

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

LAZY Z RANCH
 c/o JAY POULOS
 4389 CROISAN RIDGE WAY
 SALEM, OR 97302

R & B RANCH, LLC
 PO BOX 3306
 SALEM OR 97302

confirms the right to use the waters of TWO WELLS in the WHYCHUS CREEK (formerly known as Squaw Creek) Basin for IRRIGATION of 3.9 ACRES, and SUPPLEMENTAL IRRIGATION of 3.0 ACRES.

This right was perfected under Permit G-8148. The date of priority is NOVEMBER 25, 1977. The amount of water to which this right is entitled is limited to an amount actually used beneficially, and shall not exceed 0.09 CUBIC FOOT PER SECOND (IF AVAILABLE AT THE ORIGINAL POINT OF APPROPRIATION BEING WITHIN THE SW¼ SE¼, SECTION 10, TOWNSHIP 15 SOUTH, RANGE 10 EAST. W.M.; 1290 FEET NORTH AND 20 FEET EAST FROM THE S¼ CORNER OF SECTION 10) or its equivalent in case of rotation, measured at the well.

The wells are located as follows:

Wells	Twp	Rng	Mer	Sec	Q-Q	Survey Coordinates
Well 2	15 S	10 E	WM	14	NW NW	290 FEET SOUTH AND 140 FEET EAST FROM THE NW CORNER OF SECTION 14
Well 5	15 S	10 E	WM	10	NW SE	830 FEET SOUTH AND 350 FEET EAST OF THE CENTER ¼ OF SECTION 10

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 3 acre-feet per acre for each acre irrigated during the irrigation season of each year. The right shall be limited to any deficiency in the available supply of any prior right for the same land and shall not exceed the limitation allowed herein.

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

IRRIGATION - LAZY Z RANCH						
Twp	Rng	Mer	Sec	Q-Q	Tax Lot	Acres
15 S	10 E	WM	10	NE SW	700	1.5
15 S	10 E	WM	10	NW SE	700	2.4

NOTICE OF RIGHT TO PETITION FOR RECONSIDERATION OR JUDICIAL REVIEW

This is an order in other than a contested case. This order is subject to judicial review under ORS 183.484. Any petition for judicial review must be filed within the 60 day time period specified by ORS 183.484(2). Pursuant to ORS 536.075 and OAR 137-004-0080, you may either 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.

SUPPLEMENTAL IRRIGATION - R & B RANCH, LLC						
Twp	Rng	Mer	Sec	Q-Q	Tax Lot	Acres
15 S	10 E	WM	11	SW SW	1300	3.0

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

The quantity of water diverted from the additional and new points of appropriation, together with that diverted at the old points of diversion, shall not exceed the quantity of water lawfully available at the original points of appropriation.

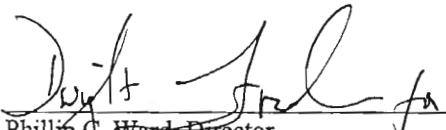
When required by the Department, the water user shall install and maintain an in-line flow meter or other suitable device(s) for measuring and recording the quantity of water diverted. The types and plans of the measuring device must be approved by the Department prior to beginning construction and shall be installed under the general supervision of the Department.

This certificate is issued to confirm changes in PLACE OF USE AND POINT OF DIVERSION approved by an order of the Water Resources Director entered October 12, 2005, at Special Order Volume 67, Page 271, approving Transfer Applications 8900 and 8902, and together with Certificate 82875 supercedes Certificate 57156, State record of Water Right Certificates.

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.

The use of water shall be limited when it interferes with any prior surface or ground water rights.

Issued APR 03 2009.


 Phillip C. Ward, Director
 Water Resources Department