STATE OF OREGON COUNTY OF YAMHILL CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

COYOTE CREEK GROUP LLC 700 DEBORAH RD SUITE 200 NEWBERG, OR 97132

confirms the right to use the waters of WELL 1 (YAMH 3865) in the CHEHALEM CREEK BASIN for IRRIGATION of 4.42 ACRES.

This right was perfected under Permit G-13458. The date of priority is APRIL 20, 1995. The amount of water to which this right is entitled is limited to an amount actually used beneficially, and shall not exceed 0.022 CUBIC FOOT PER SECOND, measured at the well.

The well is located as follows:

Twp	Rng	Mer	Sec	Q-Q	DLC	Measured Distances	
3 S	2 W	WA.	18	sw sw	39	1330 FEET SOUTH AND 1850 FEET WEST	
		WM				FROM NW CORNER OF DLC 54	

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 2.5 acre-feet per acre for each acre irrigated during the irrigation season of each year. The period of use is March 1 through October 31.

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

IRRIGATION											
Twp	Rng	Mer	Sec	Q-Q	DLC	Acres					
3 S	2 W	WM	18	NE SW	39	1.14					
3 S	2 W	WM	18	NW SW	39	0.71					
3 S	2 W	WM	18	SW SW	39	0.98					
3 S	2 W	WM	18	SE SW	39	1.59					
					Total:	4.42					

Measurement, recording, and reporting conditions:

- A. The water user shall maintain the meter or other suitable measuring device in good working order.
- B. The water user shall allow the watermaster access to the meter or measuring device; provided however, where the meter or measuring device is located within a private structure, the watermaster shall request access upon reasonable notice.
- C. The Director may require the water user to keep and maintain a record of the amount (volume) of water used and may require the water user to report water use on a periodic

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schedule as established by the Director. In addition, the Director may require the water user to report general water use information, the periods of water use and the place and nature of use of water under the right. The Director may provide an opportunity for the water user to submit alternative reporting procedures for review and approval.

If substantial interference with a senior water right occurs due to withdrawal of water from any well listed on this right, then use of water from the well(s) shall be discontinued or reduced and/or the schedule of withdrawal shall be regulated until or unless the Department approves or implements an alternative administrative action to mitigate the interference. The Department encourages junior and senior appropriators to jointly develop plans to mitigate interference.

The well shall be maintained in accordance with the General Standards for the Construction and Maintenance of Water Wells in Oregon. The works shall be equipped with a usable access port, and may also include an air line and pressure gauge to determine the water level elevation in the well at all times.

The Director may require water level or pump test results every ten years.

Failure to comply with any of the provisions of this right may result in action including, but not limited to, restrictions on the use, civil penalties, or cancellation of the right.

This right is for the beneficial use of water for the above purpose without waste. The water user is advised that new regulations may require the use of best practical technologies or conservation practices to achieve this end.

By law, the land use associated with this water use must be in compliance with statewide land-use goals and any local acknowledged land-use plan.

This certificate describes that portion of the water right confirmed by Certificate 87859, State Record of Water Right Certificates, NOT modified by the provisions of an order of the Water Resources Director entered NOV 12 2013, approving Transfer Application T-11531.

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.

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 Nev. 12, 2013

Dwight French, Water Right Services Administrator, for

PHILLIP C. WARD, DIRECTOR

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