

STATE OF OREGON

County of UNION

PERMIT TO APPROPRIATE THE PUBLIC WATERS

This is to certify that I have examined APPLICATION G-10786 and do hereby grant the same SUBJECT TO EXISTING RIGHTS and the following limitations and conditions:

This permit is issued to Oregon-Washington Railroad and Navigation Company of 1515 Southwest Fifth Avenue, Portland, Oregon 97201, phone 249-2660 for use of the waters from 6 wells, being 15.0 gallons per minute from Well A-2, 2.0 gpm from Well A-3, 3.0 gpm from Well B-1, 7.0 gpm * for the PURPOSE of hydrocarbon recovery

that the PRIORITY OF THE RIGHT dates from March 16, 1983

and is limited to the amount of water which can be applied to beneficial use and shall not exceed 39.0 gpm

measured at the point of diversion from the wells, or its equivalent in case of rotation with other water users.

The well is to be LOCATED: A-2 - 3850 feet West and 1025 feet North; A-3 - 3920 feet West and 950 feet North; B-1 - 2840 feet West and 225 feet North; B-2 - 2960 feet West and 85 feet North; C-1 - 4100 feet West and 1710 feet North; C-2 - 4000 feet West and 1395 feet North; all from the Southeast Corner of Section 5, being within the C-1, C-2 - NW 1/4 SW 1/4; A-2, A-3, B-1, ** A description of the PLACE OF USE under the permit, and to which such right is appurtenant, is as follows:

* from Well B-2, 7.0 gpm from Well C-1, 5.0 gpm from Well C-2.

** B-2 - SE 1/4 SW 1/4 of Section 5, Township 3 South, Range 38 East, WM, in the County of Union.

Township 3 South, Range 38 East, WM Section 5 NW 1/4 SW 1/4 Hydrocarbon SW 1/4 SW 1/4 recovery SE 1/4 SW 1/4

This permit is to be cancelled and wells removed when hydrocarbons have been removed from the aquifer.

The well shall be constructed in accordance with the General Standards for the Construction and Maintenance of Water Wells in Oregon. The works constructed shall include an air line and pressure gauge or an access port for measuring line, adequate to determine water level elevation in the well at all times. The permittee shall install and maintain a weir, meter, or other suitable measuring device, and shall keep a complete record of the amount of ground water withdrawn.

Actual construction work shall begin on or before July 15, 1984, and shall thereafter be prosecuted with reasonable diligence and be completed on or before October 1, 1984.

Complete application of the water to the proposed use shall be made on or before October 1, 19 85 .

Witness my hand this 15th day of July

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/s/ CHRIS L. WHEELER

DEPUTY WATER RESOURCES DIRECTOR

This permit is for the beneficial use of water. 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. It is possible that the land use you propose may not be allowed if it is not in keeping with the goals and the acknowledged plan. Your city or county planning agency can advise you about the land-use plan in your area.

PERMIT

G10056