STATE OF OREGON

COUNTY OF MALHEUR

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

OREGON TRAIL MUSHROOM COMPANY 1000 WASHINGTON STREET EAST VALE, OREGON 97918

503-473-3013

to use the waters of THREE WELLS in the MALHEUR RIVER BASIN for MUSHROOM PRODUCTION TO INCLUDE IRRIGATION, MOISTURE FOR COMPOSTING MATERIALS, WASHING DOWN AREAS, HARVESTING, PROCESSING AND SANITATION FACILITIES.

This Permit is issued approving Application G-11881. The date of priority is DECEMBER 29, 1988. The use is limited to not more than 56.0 GALLONS PER MINUTE, or its equivalent in case of rotation, measured at the well.

The well is located as follows:

SE 1/4 SE 1/4, SECTION 20, T 18 S, R 45 E, W.M.; OTM-R1 WELL-800 FEET NORTH AND 575 FEET WEST; OTM-R2 WELL - 880 FEET NORTH AND 520 FEET WEST; OTM-R5 WELL - 1207 FEET NORTH AND 1201 FEET WEST; ALL FROM THE SE CORNER SECTION 20.

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

A description of the proposed place of use under the permit is as follows:

SE 1/4 SE 1/4 SECTION 20 TOWNSHIP 18 SOUTH, RANGE 45 EAST, W.M.

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 a measuring line, adequate to determine water level elevation in the well at all times. When required by the department, 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a weir, meter, or other suitable measuring device, and shall keep a complete record of the amount of ground water withdrawn.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 September 29, 1990, and shall be completed on or before October 1, 1991. Complete application of the water to the use shall be made on or before October 1, 1992.

This permit is for the beneficial use of water without waste. By law, the land use associated with this water must be in compliance with statewide land-use goals and any local acknowledged land-use plan.

The use granted herein may be made only at times when sufficient water is available to satisfy all prior rights.

Issued this date, September 29, 1989.

/s/ WILLIAM H. YOUNG

Water Resources Department William H. Young Director

APPLICATION G-11881 WATER RESOURCES DEPARTMENT BASIN 10 VOLUME 2 MALHEUR RIVER DISTRICT 9

PERMIT G-10932

G-11881.SB

"CERTIFICATE NO. <u>64883</u>