STATE OF OREGON

COUNTY OF MARION

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

SCHREINERS GARDENS 3625 QUINABY ROAD NE SALEM, OREGON 97303

503-393-3232

to use the waters of FOUR WELLS in the LABISH CREEK BASIN for IRRIGATION OF 121.6 ACRES.

This permit is issued approving Application G-11938. The date of priority is JUNE 19, 1989. The use is limited to not more than 1.52 CUBIC FOOT PER SECOND, or its equivalent in case of rotation, measured at the well.

The wells are located as follows:

SW 1/4 NW 1/4, NE 1/4 NW 1/4, NW 1/4 SW 1/4, SECTION 19, T 6 S, R 2 W, W.M., SE 1/4 SE 1/4, SECTION 24, T 6 S, R 3 W, W.M.; WELL 2 - 1650 FEET SOUTH AND 1250 FEET EAST, WELL 3 - 260 SOUTH AND 1960 FEET EAST, BOTH FROM NW CORNER, SECTION 19, WELL 6 - 2200 FEET NORTH AND 1300 FEET EAST FROM SW CORNER, SECTION 19, WELL 7 - 1002 FEET NORTH AND 95 FEET WEST FROM SE CORNER, SECTION 24.

The amount of water used for irrigation under this right, 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) and 2.5 acre-feet for each acre irrigated during the irrigation season of each year.

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 this permit is as follows:

WELL 3

SW 1/4 SW 1/4 4.3 ACRES SE 1/4 SW 1/4 12.0 ACRES SW 1/4 SE 1/4 5.0 ACRES

SECTION 18

WELL 2

NE 1/4 NW 1/4 0.4 ACRE

SW 1/4 NW 1/4 4.0 ACRES SE 1/4 NW 1/4 2.9 ACRES

WELL 6

NE 1/4 SW 1/4 8.4 ACRES

NW 1/4 SW 1/4 40.0 ACRES

SW 1/4 SW 1/4 20.0 ACRES

SE 1/4 SW 1/4 2.9 ACRES SECTION 19

TOWNSHIP 6 SOUTH, RANGE 2 WEST

WELL 2

SE 1/4 NE 1/4 7.0 ACRES

WELL 7

SE 1/4 SE 1/4 14.7 ACRES

SECTION 24

TOWNSHIP 6 SOUTH, RANGE 3 WEST, 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 shall be equipped with a usable access port, and may also include an air line and pressure gauge 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a weir, meter, or other suitable measuring device, and shall keep a complete record of the amount of ground water withdrawn.

Prior to receiving a certificate of water right, the permit holder shall submit the results of a pump test meeting the department's standards, to the Water Resources Department. The Director may require water level or pump test results every ten years thereafter.

Actual construction work shall begin on or before March 5, 1992, and shall be completed on or before October 1, 1992. Complete application of the water shall be made on or before October 1, 1993.

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

This permit is for beneficial use of water without waste. The water user is advised that new regulations may require 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.

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

Issued this date, MARCH 5, 1991.

/s/ WILLIAM H. YOUNG

Water Resources Department William H. Young Director