STATE OF OREGON

COUNTY OF CLACKAMAS

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

MORSE BROTHERS, INC. (CLACKAMAS PRESTRESS) 32260 HIGHWAY 34 TANGENT, OREGON 97389

503-928-6491

to use the waters of A WELL in the CLACKAMAS RIVER BASIN for INDUSTRIAL USE (CONCRETE BATCH PLANT & PRESTRESS FABRICATION PLANT).

This permit is issued approving Application G-12676. The date of priority is OCTOBER 3, 1991. The use is limited to not more than 0.668 CUBIC FOOT PER SECOND, or its equivalent in case of rotation, measured at the well.

The well is located as follows:

NE 1/4 NW 1/4, SECTION 14, T 2 S, R 2 E, W.M.; 420 FEET SOUTH AND 1460 FEET EAST FROM NW CORNER, SECTION 14.

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:

SW 1/4 SE 1/4 SE 1/4 SW 1/4 SECTION 11 NE 1/4 NW 1/4 NW 1/4 NW 1/4 SECTION 14

TOWNSHIP 2 SOUTH, RANGE 2 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 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a weir, meter, or other suitable measuring device, and shall keep a complete record of the amount of ground water withdrawn.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 23, 1993, and shall be completed on or before October 1, 1994. Complete application of the water shall be made on or before October 1, 1995.

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.

PAGE TWO

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 23, 1992.

/s/ WILLIAM H. YOUNG

Water Resources Department William H. Young Director