STATE OF OREGON

COUNTY OF MULTNOMAH

PERMIT TO APPROPRIATE THE PUBLIC WATERS

MILLER PAINT CO. INC. AN OREGON CORPORATION 317 SE GRAND AVE PORTLAND, OREGON 97214 503-233-4491

is hereby issued a permit to use waters from AN UNNAMED SPRING, A TRIBUTARY OF THE COLUMBIA RIVER for MANUFACTURING TO INCLUDE RELATED USES IN THE PRODUCTION OF PAINT.

This permit to the use of these waters has been issued under Application 69464 with a date of priority of NOVEMBER 17, 1987.

This permit is limited to not more than 0.1 CUBIC FOOT PER SECOND or its equivalent in case of rotation, measured at the point of diversion.

The point of diversion is located as follows:

NE 1/4 NW 1/4, Section 23, T 01 N, R 02 E, WM; 1062 FEET SOUTH & 1845 FEET EAST FROM NW CORNER, SECTION 23.

The use of water allowed under this permit shall conform to such reasonable rotation system as may be ordered by the proper state officer.

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

1/41/4 SECTION TOWNSHIP RANGE, WM

INDUSTRIAL NE NW 23 01 N 02 E

Actual construction work shall begin on or before July 12, 1989 and shall thereafter be prosecuted with reasonable diligence and be completed on or before October 1, 1990. Complete application of the water to the use shall be made on or before October 1, 1991.

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.

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This right is subject to minimum flows established by the Water Resources Commission with an effective date prior to this right.

Issued this date, JULY 12, 1988.

/s/ WILLIAM H. YOUNG

Water Resources Department WILLIAM H. YOUNG Director