STATE OF OREGON

COUNTY OF COOS

PERMIT TO APPROPRIATE THE PUBLIC WATERS

FRANK I MCFARLANE MAXINE MCFARLANE 420 UPPER LOOP RD COOS BAY, OREGON 97420

503-267-7661

are hereby issued a permit to use the waters from AN UNNAMED SPRING AND A UNNAMED CREEK, TRIBUTARIES OF ISTHMUS SLOUGH for DOMESTIC USE FOR ONE FAMILY AND IRRIGATION OF 0.063 ACRE. The permit to the use of these waters has been issued under Application 69455 with a date of priority of NOVEMBER 10, 1987. The permit is limited to not more than 0.01 CUBIC FOOT PER SECOND, BEING 0.005 CFS FROM SPRING AND 0.005 CFS FROM UNNAMED CREEK or its equivalent in case of rotation, measured at the point of diversion.

The points of diversion are located as follows:

point (1) SW 1/4 NE 1/4, Section 2, T 27 S, R 13 W, WM; 460 FEET NORTH & 317 FEET EAST FROM SW CORNER, SW1/4 NE1/4, SECTION 2.

point (2) SW 1/4 NE 1/4, Section 2, T 27 S, R 13 W, WM; 428 FEET NORTH & 348 FEET EAST FROM SW CORNER, SW1/4 NE1/4, SECTION 2.

The amount of water used for irrigation, together with the amount secured under any other right existing for the same lands, shall be limited to ONE-EIGHTIETH of one cubic foot per second per acre, or its equivalent for each acre irrigated and shall be further limited to a diversion of not to exceed 2.5 acre-feet per acre for each acre irrigated during the irrigation season of each year.

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

The place of use is as follows:

ACRES 1/41/4 SECTION TOWNSHIP RANGE, WM

DOMESTIC/IRR 0.063 SW NE 2 27 S 13 W

Total: 0.063 acre.

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Actual construction work shall begin on or before October 10, 1989, and shall 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.

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

Issued this date, October 10, 1988.

/s/ WILLIAM H. YOUNG

Water Resources Department William H. Young Director