STATE OF OREGON

COUNTY OF YAMHILL

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

RICK L. HOAR 20770 NORTH HIGHWAY 99 WEST DUNDEE, OREGON 97115

503-538-3964

to use the waters of HESS CREEK, a tributary of WILLAMETTE RIVER, for LIVESTOCK.

This Permit is issued approving Application 69598. The date of priority is JANUARY 12, 1990. The use is limited to not more than 0.01 CUBIC FOOT PER SECOND, or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

NW 1/4 SE 1/4, SECTION 35, T 3 S, R 3 W, W.M.; 10 FEET SOUTH AND 850 FEET WEST FROM NE CORNER, DLC 71.

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:

E 1/2 SW 1/4 NW 1/4 SE 1/4 **SECTION 35** TOWNSHIP 3 SOUTH, RANGE 3 WEST, W.M.

Actual construction work shall begin on or before JANUARY 30, 1991, 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.

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 the beneficial use of water without waste. The water user is advised that new regulations may require the 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 storage of water allowed herein may be made only at times when sufficient water is available to satisfy all prior rights, including rights for maintaining instream flows.

Issued this date, JANUARY 30, 1990.

/s/ WILT IN THE PROPERTY

Water Resources Department William H. Young Director

Application 69598

Water Resources Department

PERMIT 50856

Basin 2

Volume 17 Hess Creek & Misc.

District 18