STATE OF OREGON

COUNTY OF JACKSON

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

JOHN E. MCCAW JR. 5400 CARILLON POINT KIRKLAND, WASHINGTON 98033

206-828-8696

to use the waters of LOST CREEK RESERVOIR CONSTRUCTED UNDER PERMIT R-8142, a tributary of ROGUE RIVER, for IRRIGATION OF 267.7 ACRES.

This permit is issued approving Application 71150. The date of priority is JANUARY 28, 1991 FOR USE OF 500.0 ACRE FEET (AF) ON TRACT 1 AND APRIL 22, 1991 FOR USE OF 36.0 AF ON TRACT 2. The use is limited to not more than 536.0 ACRE FEET OF STORED WATER ONLY, or its equivalent in case of rotation, measured at the point of diversion from the source.

The points of diversion are located as follows:

TRACT 1 - NW 1/4 NW 1/4, SECTION 33, T 34 S, R 1 W, W.M.;1260 FEET SOUTH AND 2420 FEET WEST FROM N 1/4 CORNER, SECTION 33, TRACT 2 - NW 1/4 NW 1/4, SECTION 4, T 35 S, R 1 W, W.M.; 96 FEET SOUTH AND 285 FEET EAST FROM NW CORNER, SECTION 4.

LOST CREEK RESERVOIR - NW 1/4, SECTION 26, T 33 S, R 1 E, W.M.

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 4.5 acre-feet for each acre irrigated during the irrigation season of each year.

The water user shall comply with the terms and conditions of contracts 1-07-10-W0845 and 1-07-10-W0834 dated May 17, 1991 between JOHN E. McCAW and BUREAU OF RECLAMATION. Copies of the contracts are in Application File #71150 at the Water Resources Department.

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:

TRACT 1

NE 1/4 SW 1/4 **27.4 ACRES** NW 1/4 SW 1/4 9.8 ACRES SW 1/4 SW 1/4 SE 1/4 SW 1/4 31.3 ACRES 33.8 ACRES SW 1/4 SE 1/4 35.6 ACRES SECTION 28 SE 1/4 SE 1/4 1.5 ACRES SECTION 29 NW 1/4 NE 1/4 SW 1/4 NE 1/4 **39.3 ACRES** 22.5 ACRES NE 1/4 NW 1/4 34.4 ACRES NW 1/4 NW 1/4 5.5 ACRES

SE 1/4 NW 1/4 8.9 ACRES SECTION 33

TOWNSHIP 34 SOUTH, RANGE 1 WEST, W.M.

TRACT 2

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 use 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, AUGUST 26, 1991.

/8/ WILLIAM H. YOUNG

Water Resources Department William H. Young Director

71150.SCB