STATE OF OREGON

COUNTY OF COOS

PERMIT TO APPROPRIATE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

JOHN C. AYRES 955 WEST CATCHING SLOUGH ROAD COOS BAY, OREGON 97420

503-269-2350

to use the waters of TWO UNNAMED STREAMS AND TWO RESERVOIRS CONSTRUCTED UNDER APPLICATION R-71761, PERMIT R-11423, tributaries of CATCHING SLOUGH, for IRRIGATION OF 4.3 ACRES.

This permit is issued approving Application 71762. The date of priority is JULY 18, 1991. The use is limited to not more than 0.054 CUBIC FOOT PER SECOND (CFS), BEING 0.027 FROM EACH STREAM, or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

SW 1/4 SE 1/4, SECTION 6, T 26 S, R12 W, W.M.; STREAM 1 - 740 FEET NORTH AND 1090 FEET EAST, STREAM 2 - 360 FEET NORTH AND 1060 FEET EAST, BOTH FROM S 1/4 CORNER, SECTION 6.

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 ONE-EIGHTIETH of one cubic foot per second (or its equivalent) and 2.5 acre-feet for each acre irrigated during the irrigation season of each year from direct flow and storage.

The water user shall install and maintain an in-line flow meter, weir, or other suitable device for measuring and recording the quantity of water diverted.

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 4.3 ACRES SECTION 6 TOWNSHIP 26 SOUTH, RANGE 12 WEST, W.M.

Actual construction work shall begin on or before December 16, 1992, and shall be completed on or before October 1, 1993. Complete application of the water to the use shall be made on or before October 1, 1994.

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.

ASSEGNED, See Misc. Roc., Vol. 7 Page 3277

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Water Resources Department

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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, DECEMBER 16, 1991.

/s/ WILLIAM H. YOUNG

Water Resources Department William H. Young Director

ext. 095

Application 71762 71762.CL

Water Resources Department PERMIT 51382 Basin 17 Volume 1 Catching Inlet & Misc.

District 15

MGMT.CODE 1AW