contect Am Jacobs with quartions

Application for a Permit to Use

Ground Water



Oregon Water Resources Department 725 Summer Street NE, Suite A Salem, Oregon 97301-1266 (503) 986-0900 www.wrd.state.or.us

SECTION 1: APPLICANT INFORMATION AND SIGNATURE

Applicant Information				
NAME	401/			PHONE (HM)
	MCKAY			541-277-3422
PHONE (WK)	CEL	L 541	- 709 - 0428	FAX
ADDRESS				
CITY JUNGUANA 178				
CITY	STATE	ZIP	E-MAIL	
Oun (WA	OR	97911	<u> </u>	
Organization Information				
NAME			PHONE	FAX
Arrien LANDE LIVES!	OCK	COFA	541-2	
ADDRESS P.O. BOX 178 CITY Tunitusa				CELL 541-709-6428
CITY	STATE	ZIP	E-MAIL	37. 107-5125
Justusa	OR	97911		
Agent Information – The agent is authorized AGENT / BUSINESS NAME	to repres	ent the app		
aceni / Dubinebb name			PHONE	FAX
ADDRESS				CELL
CITY	STATE	ZIP	E-MAIL	RECEIVED
Note: Attach multiple copies as needed				JUN 2 1 2010
 By my signature below I confirm that I I am asking to use water specification. Evaluation of this application will. I cannot use water legally until the coregon law requires that a permit the use is exempt. Acceptance of the use is exempt. I must not waster if development of the water use in the water use must be compatible. Even if the Department issues a property to get water to which they are entired. 	ally as deal be based to be issue this application water. It is not according to the with location and according to the w	scribed in d on infor Resources d before b ication do ording to t cal compre	mation provided in Department issue beginning construct es not guarantee a the terms of the per chensive land-use	es a permit. etion of any proposed well, unless permit will be issued. ermit, the permit can be cancelled.
I (we) affirm that the information Applicant Signature Applicant Signature	Jo Print?	Name and title	application is tru 1 = Kay if applicable McKay if applicable	Date Date
	Fo	Departme		

SECTION 2: PROPERTY OWNERSHIP

	ndicate if you own all the lands associated ed, and used.	with the project from which	th the water is to be diverted,	
□ Yes	 ☐ There are no encumbrances. ☐ This land is encumbered by easements. 	, rights of way, roads or oth	ner encumbrances.	
□ No	 ☐ I have a recorded easement or written at I do not currently have written authorized. ☐ Written authorization or an easement is own are state-owned submersible land use only (ORS 274.040). ☐ Water is to be diverted, conveyed, and 	zation or easement permitti s not necessary, because the ls, and this application is fo	ng access. e only affected lands I do not or irrigation and/or domestic	
List the	names and mailing addresses of all affected North west Foundario			
	Phone # 54		60	
SECTI	on 3: Well Development	, <u> </u>		
		IF LESS 7	THAN 1 MILE:	1
WELLN	O. NAME OF NEAREST SURFACE WATER	DISTANCE TO NEAREST SURFACE WATER	ELEVATION CHANGE BETWEEN NEAREST SURFACE WATER AND WELL HEAD	
1	Shumway RESERVioIT	3,590'	35'	
2	Shumway RESEroit	1,100'	20'	
			REC	EIVED
			11181	2 1 2010
			3014	
			WATER RES	OURCES DEPT OREGON
your ap	provide any information for your existing of plication. For existing wells, describe any placed well log or other materials (attach addition) with the well log and pump to	previous alteration(s) or reponal sheets if necessary).	WATER RES SALEM believe may be helpful in eva	OREGON

Source (aquifer), if known: _ SEE w	IEll log for #1	1 WELL	

Total maximum rate requested: 3 ACRE ft. per ACRE (each well will be evaluated at the maximum rate unless you indicate well-specific rates and annual volumes in the table below).

Complete the table below. If this is an existing well, the following information may be found on the applicable well log. (If a well log is available, please submit it in addition to completing the table.) If this is a proposed well, or well-modification, consider consulting with a licensed well driller, geologist, or certified water right examiner.

Selection and appropriate		URINO DA LLACA					markernanista zasta seriesta	B-000-00-10-12-1-1-1-1-1		PROPOSED USB			
OWNER'S WELL NAME OR NO.	PROPOSED	EXISTING	WELL ID WELL LOG WELL LOG WELL TAG)	FLOWING ARTESIAN	CASING DIAMSTER	CASING INTERVALS (IN PERT)	PERPORATED OR SCREENED INTERVALS (IN PERT)	SEAL INTERVALS (IN PEET)	MOST RECENT STATIC WATER LEVEL & DATE (IN PERT)	SOURCE AQUIPER***	TOTAL WELL DEPTH	WELL- SPECIFIC RATE (GPM)	ANNUAL VOLUME (ACRE-FERT)
1		Ę	4-98097		·	SEL	= WEll	109			200'	600	569
2	u				16"			0-50			250'	750	569
					_				_			_	
						RECO						-	
					War	JUN 2	VED						
					SAL	RESOURCE	010						
						RECENTURY 2 1 2 PRESOURCES AND OREGON	DEPT						

^{*} Licensed drillers are required to attach a Department-supplied Well Tag, with a unique Well ID or Well Tag Number to all new or newly altered wells. Landowners can request a Well ID for existing wells that do not have one. The Well ID is intended to serve as a unique identification number for each well.

Revised 3/4/2010 Ground Water/5

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^{**} A well log ID (e.g. MARI 1234) is assigned by the Department to each log in the agency's well log database. A separate well log is required for each subsequent alteration of the well.

^{***} Source aquifer examples: Troutdale Formation, gravel and sand, alluvium, basalt, bedrock, etc.

SECTION 4: WATER USE

USE	PERIOD OF USE	ANNUAL VOLUME (ACRE-FEET)
irrigation	March 1st - Oct 31st	1,137
Storage	Nov. 1st - Feb 28th	590

Exempt Uses: Please note that 15,000 gallons per day for single or group domestic purposes and 5,000 gallons per day for a single industrial or commercial purpose are exempt from permitting requirements.

uu,	to a single maustrial or commercial purpose are exempt from permitting requirements.
	r irrigation use only: case indicate the number of primary and supplemental acres to be irrigated (must match map).
Pri	mary: Acres Supplemental:379 Acres
Lis	t the Permit or Certificate number of the underlying primary water right(s): Cert. #7946
Inc	licate the maximum total number of acre-feet you expect to use in an irrigation season:
•	If the use is municipal or quasi-municipal, attach Form M
•	If the use is domestic, indicate the number of households:
•	If the use is mining, describe what is being mined and the method(s) of extraction:
SE	CTION 5: WATER MANAGEMENT
A	Diversion and Conveyance RECEIVED
л.	What equipment will you use to pump water from your well(s)? JUN 2 1 2010
	Pump (give horsepower and type): 40 hp submersible WATER RESOURCES DEP SALEM, OREGON
	Other means (describe):
	Provide a description of the proposed means of diversion, construction, and operation of the diversion works and conveyance of water. Pipe water from wells to resevoirs.
	Gravity flow through open ditch to irrigate with
В.	Application Method What equipment and method of application will be used? (e.g., drip, wheel line, high-pressure sprinkler)
	Flood isrigation
C.	Conservation Please describe why the amount of water requested is needed and measures you propose to: prevent waste; measure the amount of water diverted; prevent damage to aquatic life and riparian habitat; prevent the discharge of contaminated water to a surface stream; prevent adverse impact to public uses of affected surface waters.

SECTION 6: STORAGE OF GROUND WATER IN A RESERVOIR

1

this section for each reservoir).	in, complete this section (if more trust one reservoir,	reproduce
Reservoir name: Shumway (Existing	Acreage inundated by reservoir: 82.3	
Use(s): stock & irrigation		_
	height (feet, if excavated, write "zero"):	
Note: If the dam height is greater than or equal to 10.0 engineered plans and specifications must be approved)' above land surface AND the reservoir will store 9.2 acr prior to storage of water.	e feet or more,
SECTION 7: USE OF STORED GROUND WA	TER FROM THE RESERVOIR	
If you would like to use stored ground water from the reproduce this section for each reservoir). Annual volume (acre-feet): 590	he reservoir, complete this section (if more than one	reservoir,
		<u> </u>
USE OF STORED GROUND WATER	PERIOD OF USE	
irrigation	Nov-15t - Det 315t	
SECTION 8: PROJECT SCHEDULE	_	
Date construction will begin: JUNE	15 2010	RECEIVED
Date construction will be completed: MArcl	11st 2011	_
Date beneficial water use will begin: MARC		
	****	ER RESOURCES D EP T SALEM, OREGON
SECTION 9: REMARKS		6 , 12, 13, 13, 13, 13, 13, 13, 13, 13, 13, 13
Use this space to clarify any information you have p	provided in the application (attach additional sheets is	f necessary).
		_
		_

Oregon Water Resources Department

FORM IFOR IRRIGATION USE

of acre			mental water right, as well as the number atch those shown on the map submitted
L	Primary:	Acres	
KI	Supplemental: 379 primary right is not available, a	Acres (supplemental in and must match the season of	rrigation can be used only when the of the primary right)
	List the permit or certificate nuright.	umber of the primary water	right that underlies each supplemental
	Circle one		Season Allowed
	Permit/Certificate #7946		March 1 - October 31
	Permit/Certificate #		
	Permit/Certificate #		
	Permit/Certificate #		
2. Indi	cate the maximum number of ac	cre-feet of water you expect	to use in an irrigation season:
(1	/, /37 acre-foot equals 12 inches of wa	acre-feet (typically 2.5 ater spread over 1 acre, or 4	or 3.0 acre-feet per acre) 3,560 cubic feet, or 325,851 gallons)

3. For Limited License applications proposing to use water for irrigation. If for use of stored water, a limited license may be issued for up to one year with a valid contract for stored water per ORS 537.143(9). A limited license may also be issued for irrigation from live flow or groundwater, if the sole purpose is to establish a crop for which no further irrigation will be required after the crop is established per ORS 537.143(6)(a). Please describe the proposed project and indicate if stored water, live flow, or groundwater is to be used. When irrigation is needed to establish a crop, you must justify why more than one year is required.

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Last revision AlignMa OREGON

MALH 53484

STATE OF OREGON
WATER SUPPLY WELL REPORT

(as required by ORS 537.765 & OAR 690-205-0210)

well label #1 <u>98097</u> start card # <u>199653</u>

instructions for completing this report are on the last page of this form.	
(1) LAND OWNER Owner Well I.D.	(9) LOCATION OF WELL (legal description) 39 E
First Name Tow Last Name M& Kay	County MALILLER Twp 23 No(\$) Range 27 (Bor W W.M
Company Address PO 324 /87	Sec 20 SE 1/4 of the Sw 1/4 Tax Lot Year
City JUNITURA State OR Zip 97911	Tay Man Number
	Tax Map Number Lot Lat
(2) TYPE OF WORK Dew Well Deepening Conversion	Long ° ' or DMS or DD Long ° _ ' " or DMS or DD
☐ Alteration (repair/recondition) ☐ Abandonment	
	Street Address of Well (or nearest address) SHUM WAY 17
(3) DRILL METHOD	
Rotary Air Rotary Mud Cable Auger Cable Mud	
Reverse Rotary Other	(10) STATIC WATER LEVEL
(A PROPOSITE VICE CITY III	Date SWL(psi) + SWL(ft)
(4) PROPOSED USE Domestic Firigation Community	Existing Well/Predeepening
☐ Industrial/Commercial ☐ Livestock ☐ Dewatering ☐ Injection	Completed Well 2-02-09 - 53
☐ Thermal ☐ Other	Flowing Artesian? Yes Dry Hole? Yes
(5) BORE HOLE CONSTRUCTION Special Standard: Yes (attach copy)	WATER BEARING ZONES Depth water was first found 70'
Depth of Completed Well 200 ft.	WATER BEARING ZONES Deput water was not touch
Depart of Completed well _200_ ft.	SWL Date From To Est Flow SWL (psi) + SWL (ft)
BORE HOLE SEAL	2-02-09 70 200 300+ 53
Dia From To Material From To Amount Scks/lbs	
16" 0 83 BATANITE 0 50 51 SES	
12" \$3 200	
	(11) WELL LOG Ground Elevation
How was seal placed: Method	
DOther Power DIM	Material From To
Backfill placed from 50 ft. to 74 ft. Material BENTOW 18	DARK GRAM GLAM O G
Filter pack fromft. toft. MaterialSize	LIGHT GOOM CLAY CO 12
Explosives used: Yes Type Amount	Birani CLAY 12 31
- Allount	GRAY SONDSTONE 31 US
'(6) CASING/LINER	BRUKEN CYRAY ROLK LE 104
Cang Lint Dia + From To Gauge Steel Plastic Welded Thrd	LAYERS UF RED SAUBSTONE 104
► 12"+ 2 83 250	BELLEW BASALT - BASO 187 200
	BRUKEN BASALT - MARD 187 200
	SROKEN RUCK FROM 14 to 83
	HOLE WILLD HOT STAY OFEN
	PAST 741
Shoc Inside Outside Other Location of shoc(s)	
Temporary casing Yes Diameter From To	
(7) PERFORATIONS/SCREENS	Date Started 1- 26-09 Completed 1-30-09
Perforations Method	
Screens Type Material	(unbonded) Water Well Constructor Certification 1 certify that the work 1 performed on the construction, deepening, alteration, or
	abandonment of this well is in compliance with Oregon water supply well
Screen slot Slot # of pipe	construction standards. Materials used and information reported above are true to
Perf Scrn Cang Lint Dia From To width length slots size	the best of my knowledge and belief.
	•
	License Number Date
	Signed
(O) MIET I TECTO. Datatement Access of the second of the s	(bonded) Water Well Constructor Certification
(8) WELL TESTS: Minimum testing time is 1 hour	l accept responsibility for the construction, deepening, alteration, or
□ Pump □ Bailer □ Air □ Flowing Artesian	abandonment work performed on this well during the construction dates reported
Yield gal/min Drawdown Drill stem/Pump depth Duration (hr)	above. All work performed during this time is in compliance with Oregon water
300 180' 1/2	supply well construction standards. This report is true to the best of my knowledge
	and belief.
	11
Temperature SD °F Lab analysis T Yes By	License Number 1333 Date 2.01.07
Water quality concerns? REGENED RECEIVED	License Number 1355 Date 2-02-09 Signed 4
From To Description Amount Units	Signed Continue Conti
MAD 9 0 SDAQ EER 0.5 VINI9	Contact Info. (optional)
WAR TO SEE THE PROPERTY OF THE	SEARIVED
THE PERSON NAMED IN COLUMN TO PERSON.	RECEIVED
ONATER INCOMPENSES WARES BENAUTHERS DE ONE C	
THIS REPORTALISM; OR ECON TTEIS AREM COREGON ESOURCE	S DEPARTMENT WITHIN 30 DAYS OF COMPLETION OF WORK 10/10/200
	JUN Z I ZUN

Merchania Contract

Land Use **Information Form**



Oregon Water Resources Department 725 Summer Street NE, Suite Λ Salem, Oregon 97301-1266 (503) 986-0900

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pplicant	: Arrie	a La	and +	Livosta	ock by	Pres	VOE	145	ray
failing A	.ddress:	? O. E	30×	187	<u>, </u>		Lest		
ntu	ra		0	re c	779// Da	avtime Phon	. 54/-2	77 -	3422
	City			State	Zip	aytime i non			<u> </u>
. Land	and Loca	ation							
					here water will be dive				
					r irrigation uses within on requested below.	irrigation di	stricts may su	bstitute ex	isting and
Township	Range	Section	44	Tax Lot#	Plan Designation (e.g., Rural Residential/RR-5)	[Water to be:		Proposed Land Use:
256	39E	20			Ruiai Residentiai/RR-3)	Diverted	Conveyed	Used	USC;
		29				☐ Diverted	☐ Conveyed	☐ Used	
		30				☐ Diverted	☐ Conveyed	☐ Used	
<u>ع</u>	38E	26				Diverted	Conveyed	₩ Used	
/ (unty					
. Desci	ription of	Propose	d Use						
Permi	plication to t to Use or St ed Water Use	ore Water	☐ Water	r Resources I Right Transfer tion of Conser	Permit	Amendment o	or Ground Wat	er Registrat	ion Modification
	water: 🔲 R	eservoir/Por	nd 12/G	round Water	Surface Water (n	ame)			
urce of	quantity of v	vater neede	ed: <u>2</u> /	25	Cubic feet per se	cond 🔲 g	allons per min	ute 🖾 ac	re-fect
		_		Commercial	Industrial	☐ Dome	estic for	househo	d(s)
timated	se of water:	Irrigat Munic		Quasi-Munic		Other			
stimated tended u	se of water:					=			
etimated under tended under ten	se of water:	☐ Munic	cipal [ipal Instream	Other			
stimated untended unt	se of water:	☐ Munic	cipal [Quasi-Munic	ipal Instream	Other		,	

Department.

See bottom of Page 3. \rightarrow

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WATER RESOURCES DEPT

SALEM OREGON

Revised 2/8/2010

Land Use Information Form - Page 2 of 3

G-17401

For Local Government Use Only

The following section must be completed by a planning official from each county and city listed unless the project will be located entirely within the city limits. In that case, only the city planning agency must complete this form. This deals only with the local land-use plan. Do not include approval for activities such as building or grading permits.

Please check the appropriate box be	low and provide the requested info	<u>rmation</u>	
Land uses to be served by the proposed water your comprehensive plan. Cite applicable or			
	mentation of applicable land-use approvals when the mean of applicable land-use approvals with approvals are sufficient.) If approvals we have a sufficient of approvals are sufficient.	hich have alrea	ady been obtained.
Type of I.and-Use Approval Needed (e.g., plan amendments, rezones, conditional-use permits, etc.)	Cite Most Significant, Applicable Plan Policies & Ordinance Section References	Lar	nd-Use Approval:
		☐ Obtained ☐ Denied	☐ Being Pursued ☐ Not Being Pursued
		☐ Obtained☐ Denied	☐ Being Pursued ☐ Not Being Pursued
		Obtained Denied	☐ Being Pursued ☐ Not Being Pursued
		☐ Obtained☐ Denied	☐ Being Pursued ☐ Not Being Pursued
		☐ Obtained☐ Denied	☐ Being Pursued ☐ Not Being Pursued
	. DI		
Name: Jon D Beal	Title: Flannii	100 PM	Date: 5-25-16
Signature: You D Beal Government Entity: Malkey	Phone: 011-775	2.2182	Date: 3 25 10
Note to local government representative: Pleasign the receipt, you will have 30 days from the Form or WRD may presume the land use associated	Water Resources Department's notice date to:	return the com	pleted Land Use Information
Receipt fo	or Request for Land Use Informa	tion	RECEIVED
Applicant name:			
City or County:	Staff contact	·	JUN 2 1 2010
City or County:	Phone:		Date: SALEM ORECOM
.evised 2/8/2010	Land Use information Form - Page 3 of 3		· · · · · · · · · · · · · · · · · · ·

Land Use Information Form - Page 3 of 3



, 1	503-986-6	0804T	!	
Attention: \\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\\	b	Date:	6-23-10	
Company:	upt. H.D.Kesour	Z/S Pages:	8	
Fax No:	3-986-0901	From:	Jane L. Reeves (janer@ameri-title.com)	_
Re: File	,# G17401	Escrow No:		_
Joen	Soyce Mc Kay /	arrien La	nd: Livistock Cost	ر)
☐ Urgent	As Requested	For Review	☐ Please Reply	

This correspondence is for the normed person's use only. It may contain confidential or legally privileged information and is intended solely for the named addresses. If you receive this correspondence in error, please notify the sender and delete it from your system. You must not disclose, copy or rely on any part of this correspondence if you are not the intended recipient.

Inet. No. 2010-2550
I certify that the within Instrument of writing was received for record on the 28 day of 2010, 2010 at 213 Octock P. M. FEE 729
STATE OF OREGON, County of Malheur DEBORAH R. DeLONG
County Clerk

Br. Sheuxl Children

INSTRUMENT NO. 2010 - 2550

MALHEUR FEDERAL CREDIT UNION

Mortgagor(s): ARRIEN LAND & LIVESTOCK CORPORATION PO BOX 187 JENTURA, OR 979111 APTER BELLEVALL RETUZ IJ TO: Mortgagee(s): Malheur Federal Credit Union c/o Pacific Intermountain Mortgage Co. 2420 Main St. Baker City, OR 97814

REAL ESTATE MORTGAGE

THIS MORTGAGE is made and entered into by ARRIEN LAND & LIVESTOCK CORPORATION, at Jentura, Oregon, herein called mortgagor, and Malheur Federal Credit Union, C/O Pacific Intermountain Mortgage Company, 2420 Main Street, Baker City, Oregon 97814, herein called mortgages.

Mortgagors in consideration of MINE habitation between States (Section 1) and the convey unto Malheur Federal Credit Union, mortgages and mortgages's successors and assigns, that real property situated in Malheur County. State of Oragon, described on Exhibit "A-2", attached hereto and by this reference made a part hereof, together with all and singular the tenements, hereditaments and appurtenances thereunto belonging or in any way appertaining and which may hereafter thereto belong or appertain, and the rents, issues and profits therefrom, and any and all fixtures upon the premises at the time of the execution of the mortgage or at any time during the term of this mortgage.

TO HAVE AND TO HOLD the premises with the appurtenances unto mortgages and mortgages's personal representative, successors and easigns forever.

This mortgage is intended to secure the payment of a promissory note dated March 19, 2010, in the principal amount of Samuel 2000.

The mortgagor warrants that the proceeds of the loan represented by the Note and this mortgage are (line out whichever is not applicable):

(a) primarily for mortgagor's personal, family or household purposes, or

 for an organization or (even if mortgagor is a natural person) for business or commercial purposes.

This mortgage is further conditional upon the faithful observance by the mortgager of the following Articles of covenants hereby expressly entered into by the mortgager, to-wit:

ARTICLE I

MORTGAGOR FURTHER AGREES THAT THE LOAN SECURED BY THIS INSTRUMENT WILL BE IN DEFAULT SHOULD ANY LOAN PROCEEDS BE USED FOR A PURPOSE THAT WILL CONTRIBUTE TO EXCESSIVE EROSION OF HIGHLY ERODBLE LAND OR TO THE CONVERSION OF WETLAND TO PRODUCE OR TO MAKE POSSIBLE THE PRODUCTION OF AN AGRICULTURAL COMMODITY, SUBJECT TO 7 CFR PART 1940, SUBPART G, EXHIBIT M.

ARTICLE I

HAZARDOUS SUBSTANCES: Notwithstanding any provision in the Mortgages or any other Loan Document, the provisions of this Article shall not be secured by the Mortgages and shall survive termination of this Mortgage, repayment of the Loan, and foreclosure of the Mortgages or similar proceedings.

(1) Definition of Hazardous Substance: For purposes of this Agreement, a "Hazardous Substance" is defined to mean any substance, material or waste, including asbestos and petroleum (including crude oil or any fraction thereof), which is or becomes designated, classified or regulated as "toxic", "hazardous", a

REAL ESTATE MORTGAGE - Page 1

"pollutant" or similar designation under any federal, state or local law, regulation or ordinance.

- (2) Indemnity regarding Hazardous Substances: Mortgagor agrees to indemnity, defend with counsel acceptable to Lender, and hold Lender, it's parent and affiliated companies, and their respective officers, directors, employees and agents, harmless from and against all actual or threatened liabilities, claims, actions, damages (including foreaseable fees) and losees directly or indirectly arising out of or resulting from the presence of any Hazardous Substance in or around any part of the Properties or in the soil or groundwater under the Properties, including (a) any expenses incurred in connection with any reasonably necessary investigation of aits conditions or any clean-up, remedial, removal or restoration work, and (b) any resulting damages or injuries to the person or property of any third parties or to any natural resources. In addition, Mortgagor shall similarly indemnify, defend and hold harmless any persons purchasing the Properties through a foreclosure sale or following a foreclosure sale, and any persons purchasing the Loan or any portion of or interest in it.
- (3) Representation and Warranty: Before signing this Agreement, Mortgagor researched and inquired into the previous, current and contemplated uses and ownership of the Properties. Based on that due diligence, Mortgagor represents and warrants that, to the best of his knowledge, no Hazardous Substance has been or will be disposed of, released onto or otherwise exists in, on, or under the Properties, except as Mortgagor has displaced to Lender in writing.
- (4) Compliance with Law, Notices: Mortgagor has compiled, and shall comply and cause all occupants of the Properties to comply, with all laws, regulations and ordinances governing or applicable to Hazardous Substances as well as the recommendations of any qualified environmental engineer or other expert. Mortgagor shall promptly notify Lender if he/she/they know(s) or suspects there may be any Hazardous Substance in or around the Properties, or in the soil or groundwater under the Properties, or if any action or investigation by any governmental agency or third party pertaining to Hazardous Substances is pending or threatened.
- (5) Site Visits: Mortgagor shall allow Lender access to the Properties at any reasonable time for the purposes of performing an appraisal, inspecting the Properties, taking soit or groundwater samples, and conducting tests, among other things, to investigate for the presence of Hazardous Substances, as defined in Article V. Such appraisals, inspections and audits shall be at the Lender's expense except if Lender performs such appraisals, inspections or audits after the occurrence of an Event of a Default as in hereinafter defined. Lender is under no duty to visit or observe the Properties. Any site visit, observation or examination by Lender shall be solely for the purpose of protecting Lender's security and preserving Lender's rights under the Loan Documents. Lender owes no duty of care to protect Mortgagor or any other party against, or to inform Mortgagor or any other party of, any adverse condition affecting the Properties, including any defects in the design or construction of any improvements on the Properties or the presence of any Mazardous Substances on the Properties.

ARTICLE III

- (1) Mortgagor is lawfully seized of the premises and now has a valid and unencumbered fee simple title thereto, except essements and rights of way of record and mortgagor will warrant and defend said title against the claims and demands of all persons.
- (2) Mortgagor will pay the promissory note(s) and all installments of interest thereon promptly as the same become due, according to the tenor of the note(s). The final due date for payment of principal and interest of the promissory note is January 1, 2030.
- (3) So long as this mortgage remains in force, mortgagor will pay all taxes, assessments, and other charges of every nature levied or assessed upon or against the premises when due and payable, according to law, and before the same becomes delinquent, and will also pay all taxes levied or assessed on this mortgage or the debt thereby secured, and will promptly pay and satisfy any mechanics' liens or other encumbrances that, by operation of law or otherwise, become a lien upon the mortgaged premises superior to the lien of this mortgage.

REAL ESTATE MORTGAGE - Page 2

INSTRUMENT NO. 2010 - 2 550 Page 3 of 7 Pages

- (4) Mortgagor will keep the improvements (including but not limited to the dwelling, other outbuildings, fences, attached irrigation equipment) erected on the premises in good order and repair and will not commit or suffer any waste of the premises. At the request of the mortgages, the mortgages hall join with the mortgages in executing one or more financing statements pursuant to the Uniform Commercial Code, in form satisfactory to the mortgages and will pay for filing the same in the proper public office(s), as well as the cost of any item search made by filing officers or searching agencies as may be deemed desirable by the mortgages. Mortgagor will not make any changes in or alterations to the improvements on the mortgaged premises which will materially decrease the value of the same.
- (5) This mortgage covers all water rights and ditch rights and mortgagor agrees that mortgagor will put to beneficial use all waters and maintain said water rights and not allow any water rights to be abandoned.
- (6) Mortgagor agrees that mortgagee or it's agents, successors or assigns and their agents may at all reasonable times inspect the property to ascertain whether the covenants and agreements contained herein are being performed. Said inspections will be on at least an annual basis.
- (7) So long as this mortgage shall remain in force, mortgager will keep the buildings now erected, or any which may hereafter be erected on the premises, insured against loss or demage by fire, with extended coverage, to the extent of the contributory value on the primary dwelling and the remaining outbuildings in some company or companies acceptable to the mortgagee and for the benefit of both parties hereto as their interests may appear, and will deliver all the policies and renewals thereof to the mortgagee.
- (8) WARNING: Unless mortgager provides mortgagee with evidence of ineurance coverage as required by the contract or loan agreement between them, mortgagee may purchase insurance at mortgager's expense to protect mortgage's interest. This insurance may, but need not, also protect mortgager's interest. This insurance may, but need not, also protect mortgager's interest. If the collateral becomes damaged, the coverage purchased by mortgagee may not pay any claim made by or against mortgagor. Mortgagor may later cancal the coverage by providing evidence that mortgagor has obtained property coverage elsewhere. Mortgagor is responsible for the cost of any insurance coverage purchased by mortgagee, which cost may be added to mortgagor's contract or loan balance. If it is so added, the interest rate on the underlying contract or loan will apply to it. The effective date of coverage may be the date mortgagor failed to provide proof of coverage. The coverage mortgagee purchases may be considerably more expensive than insurance mortgagor might otherwise obtain alone and may not satisfy any need for property damage coverage or any mandatory liability insurance requirements imposed by applicable law.

NOW THEREFORE, if the mortgagor shall pay the promissory note(s) and shall fully setisfy and comply with the covenants hereinbefore set forth, then this conveyance shall be void, but otherwise it shall remain in full force and virtue as a mortgage to secure the payment of the promissory note(s) in accordance with the terms thereof and the performance of the covenants and agreements herein contained. Any failure to make any of the payments provided for in the note(s) or this mortgage when the same shall become due or payable, or to perform any agreement herein contained, shall give to the mortgagee the option to declare the whole amount due on the note(s), or unpaid thereon or on this mortgage, at more due and payable, and this mortgage by reason thereof may be foreclosed at any time thereafter. If the mortgagor shall fail to pay any taxes or other charges or any lien or insurance premium as herein provided to be done, the mortgagee shall have the option to pay the same. Any payment so made shall be added to and become a part of the debt secured by this mortgage, and draw interest at the same rate as the note(s) without waiver, however, of any right arising from breach of any of the covenants herein. Time is of the essence with respect to all sums due hereunder, and the promissory note(s).

In case a suit or action is brought to foreclose this mortgage, the court may, upon motion of the holder of the mortgage, without respect to the condition of the property, appoint a receiver to collect the rents and profits arising out of the premises and direct the receiver to apply such rents and profits to the payment and satisfaction of the amount due under this mortgage, first deducting all proper charges and expenses of the receivership, including a reasonable charge for attorney fees.

In the event any suit or action to foreclose this mortgage is commenced, the tosing party therein agrees to pay the attorney fees, costs and disbursements of the prevailing party, including statutory costs and

REAL ESTATE MORTGAGE - Page 3

INSTRUMENT NO. 2010 -2550 Page 4 of 7 Pages

disbursements and costs of title report(s) and for title search. If any appeal is taken from any judgment or decree entered pursuant to such suit or action, the losing party on appeal therein promises to pay the attorney fees, costs and disbursements, including all statutory costs and disbursements, of the prevailing party. To the extent permitted by taw, all such sums shall be and are secured by the lien of this mortgage and shall be included in the judgment or decree of foreclosure.

Each and all of the covenants and agreements herein contained shall apply to, inure to the benefit of, and bind the personal representatives, successor and/or assigns of the mortgagor and of the mortgagoe. respectively.

In construing this mortgage and related note(s), it is understood that the mortgagor or mortgages may be more than one person. If the context so requires, the singular shall be taken to mean and include the piural. Generally, all grammatical changes shall be made, assumed and implied to make the provisions hereof apply equally to corporations and to individuals.

All coverants and provisions of this mortgage shall bind the successors and assigns of mortgagor and shall inure to the benefit of successors and assigns of mortgages, provided however mortgages understands that a sale or other transfer of the mortgaged premises or any part thereof, without prior written consent of mortgages, shall constitute a default of this mortgage.

IN WITNESS WHEREOF, the mortgagor has executed this instrument. If the mortgagor is a corporation, it has caused it's name to be signed and it's seal, if any, affixed by an officer or other person duty authorized to do so by order of it's board of directors.

ARRIEN LAND & LIVESTOCK CORPORATION:

STATE OF OREGON, County of MALKEUP

On this ________ day of March, 2010, before me, a Notary Public in and for the said state, personally appeared Joseph B. McKay and Joyce E. McKay as members of Arrien Land & Livestock Corporation, known or identified to me to be the person(s) whose name(s) are subscribed to the within Instrument and

acknowledged to me that they executed same.

IN WITHERS WHEREOF, I have beneunto set my hand and affixed my official seal the day and year in this first above written. W.

Notably Public for Oregion
My sommission expires: 8-8-//

JANE L REEVES OTARY PUBLIC OVEGON OMMESION NO. 418742

REAL ESTATE MORTGAGE - Page 4

G-17401

INSTRUMENT NO. 2010 -2550 Page 5 of 7 Pages

Exhibit "A-2"

Land in JUNTURA ACREAGE TRACTS, Malhour County Oregon, according to the Official Plat thereof, as follows:

Tracts 10 thru 17, inclusive,

EXCEPTING THEREFROM the following parcel:

Beginning at a point in the SEI/4 SEI/4 of Sec. 17, Twp. 21 S., R. 38 E., W.M. on the Northwesterly right of way boundary of US Highway No. 20 and N. 39 degrees 33 1/2 E, 286.9 feet of the Intersection of said highway boundary and the Northeasterly city limits of Juntura;

Thence N. 88 degrees 50' W., 195.8 feet;

Thence N. 17 degrees 35' W., 362.5 feet;

Thence N. 5 degrees W., 745.6 feet;

Thence N. 25 degrees 12' W., apprx 330 feet to the North boundary of the NE1/4 SE1/4 of said Sec. 17; thence East 665.2 feet to the Northeast corner of tract 12;

Thence South, coincident with the section line common to secs 16 and 17 to the said Highway right of way boundary;

Thence S. 39 degrees 33 1/2 'W., to the Point of Beginning

ALSO EXCEPTING THAT PORTION OF tract 17 owned by Idaho Power Co. being 50 feet x 100 feet and designated.

Tracts 59, 60, 69 thru 73, inclusive.

Tracts 80 thru 86, inclusive and that portion of Tracts 87, 88 and 93 lying West of the centerline of Allen Lane with said centerline being described as follows:

Commencing at the most Southerly corner of Block 29 in Town of Juntura (aka Southwest corner);

Thence S. 38 degrees 43' W., 383 feet;

Thence S. 51 degrees 17' E., 330 feet to a point on the centerline of Allen Lane and the South railroad right of way and Point of Beginning;

Thence S. 34 degrees 03' E., 97 feet;

Thence S. 12 degrees 38' E., to the cast and West midsection line of Sec. 20, Twp. 21 S., R. 38 E., W.M. Subject to Allen Lane right of way.

Tracts 94 thru 127, inclusive.

(Continued)

INSTRUMENT NO. 2010 - 2.550 Page 10. of 7 Pages

ALSO that portion of tracts 43, 56, 57, 58, 74 and 79 lying South and East of the following described line: Commencing at the Southwest corner of the City Limits of Juntura; Thence S. 59 degrees 55' W., 795 feet; Thence S 23 degrees 30' W., to the West boundary of Sec. 20, Twp. 21 S., R. 43 E., W.M.

In Twp. 22 S., R. 40 E., W.M.: Sec. 33: SW1/4 SW1/4.

In Twp. 23 S., R. 38 E., W.M.:

Sec. 4: \$1/2 SW1/4.

Sec. 9: NE1/4 NW1/4 and SE1/4 SE1/4.

Sec. 12: NE1/4 SE1/4 and SE1/4 SE1/4.

Sec. 13: NEU4 NEI/4, SEU4 NEI/4 and E1/2 SEI/4.

Sec. 24: NE1/4 SW1/4, SE1/4 SW1/4 and SE1/4.

Sec. 25: N1/2 NE1/4, NW1/4, N1/2 SW1/4, SE1/4 SW1/4, SW1/4 SW1/4. SE1/4 NE1/4 and S1/2 SE1/4.

Sec. 26: NE1/4 SE1/4 and SE1/4 SE1/4.

In Twp. 23 S., R. 39 E., W.M.:

Sec. 7: Govt Lots 7 thru 12, inclusive, SE1/4 NE1/4, W1/2 SE1/4 and E1/2 SE1/4.

Sec. 8: SW1/4 NE1/4, S1/2 NW1/4, SW1/4 and W1/2 SE1/4.

Sec. 10: NEL/4 NEL/4.

Sec. 11: NW1/4 NW1/4.

Sec. 16: North 1/2 and South 1/2.

Sec. 17; All.

Sec. 18: Govt Lots 1 thru 12, inclusive, and the East 1/2.

#Sec. 19: Govt Lots 1 thru 10 and 12, NE1/4, N1/2 SE1/4 and S1/2 SE1/4.

*Sec. 20: North 1/2, N1/2 S1/2 and S1/2 S1/2.

Sec. 21: North 14, N1/2 S1/2 and SW1/4 SW1/4. *Sec. 29: N1/2 NW1/4.

₩Sec. 30: Govt Lots 1 thru 9, inclusive, and N1/2 NEI/4 and S1/2 NEI/4.

In Twp. 23 S., R. 40 E., W.M.:

Sec. 33: N1/2 NEI/4 and NEI/4 NW1/4.

Sec. 34: W1/2 NE1/4, N1/2 NW1/4 and N1/2 SE1/4.

Sec. 35: SE1/4 SW1/4 and S1/2 SE1/4.

Sec. 36: SW1/4 SW1/4.

In Twp. 24 S., R. 39 E., W.M.:

Sec. 13; South 1/2.

Sec. 24: North 14.

Sec. 27: NE1/4 NW1/4.

In Twp. 24 S., 40 E., W.M.:

Sec. 2: Govt Lot 1, SE1/4 NE1/4, S1/2 SW1/4, N1/2SE1/4 and SW1/4 SE1/4.

Sec. 9: N1/2 NEI/4 and NEI/4 NW1/4.

Sec. 10: SEI/4 NEI/4 and W1/2 NW1/4.

Sec. 11: NW1/4 NE1/4, N1/2 NW1/4 and SW1/4 NW1/4.

INSTRUMENT NO. 2010 - 2 550 Page 7 of 7 Pages

Land in the TOWN OF JUNTURA, Malheur County, Oregon, according to the Official Plat thereof, as follows:

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In Block 1: Lots 5 through 17 inclusive.
In Block 2: All.
In Block 3: All.
In Block 4: Lots I through 7 inclusive, and 14 through 20 inclusive.
In Block 6: Lots 1, 2, 3, 4, 11 through 13 inclusive, and 15 through 20 inclusive.
In Block 7: All.
In Block 8: All.
In Block 9: All.
In Block 10: All.
In Block 11: Lots 5 through 7 inclusive, and 11 through 26 inclusive.
In Block 14: Lots 4 through 7 inclusive, and 12 through 26 inclusive.
In Block 15: Lots 1 through 7 inclusive, And 14 through 20 inclusive.
In Block 16: All.
In Block: 17: Lots 1 through 14 inclusive, and 16 through 20 inclusive.
In Block 18: Lots 1 through 7 inclusive, and 10 through 14 inclusive.
In Block 21: All.
In Block 22: All.
In Block 23: All.
In Block 24: All.
In Block 25: All.
In Block 26: All.
In Block 27: All.
In Block 28: Lots 1 through 17 inclusive, and 21 through 39 inclusive.
In Block 31: All that portion lying North and West of the Highway.
in Block 32: All.
In Block 39: All.
In Block 40: All.
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Legal Description Joe McKay Application

Township South	Range East	Section	1/4 1/4	Tax Lot	Primary	Supplemental
23	39	19	SE SW	800		40
	******		SW SE	800		40
			SE SE	800		34
		20	SW SW	800		20
			SE SW	800		32.5
			SW SE	800		37.5
			SE SE	800		13
		29	NE NW	800		14
			NW NW	800		28
		30	NE NE	103		40
			NW NE	103		40
			NE NW	103		40
			Total	Acres	0	379

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JUN 2 1 2010

STATE OF OREGON

COUNTY OF MALHBUR

CERTIFICATE OF WATER RIGHT

This is to Certify, That Mrs. J. C. Gordon

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Vale

, State of .

Oregon.

, has made proof

to the satisfaction of the STATE ENGINEER of Oregon, of a right to store the waters of Branch of Granite Creek, tributary of Malheur River

for the purposes of

Irrigation, under Application No. 6504, Permit No. 5706.

under Reservoir Permit No. 428 of the State Engineer, and that soid right to store said waters has been perfected in accordance with the laws of Oregon; that the priority of the right hereby confirmed dates from October 3, 1917:

that the amount of water entitled to be stored each year under such right, for the purposes aforesaid, shall not exceed 590 acre-feet.

The reservoir is located in Sections 20 and 21 , Tp. 258 , R. 598 , W. M. After the expiration of fifty years from the date of this certificate or on the expiration of any federal power license issued in connection with this right, and after not less than two years notice in writing to the holder hereof, the State of Oregon, or any municipality thereof, shall have the right to take over the dame, plants and other structures and all appartenances thereto which have been constructed for the purpose of devoting to beneficial use the water rights specified herein, upon condition that before taking possession the State or municipality shall pay not to exceed the fair value of the property so taken, plus such reasonable damages, if any, to valuable, serviceable and dependable property of the holder of this certificate, not taken over, as may be caused by the severance therefrom of the property taken in accordance with the provisions of section 5728, Oregon Laws.

WITNESS the signature of the State Engineer,

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26th

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April

, 19 29

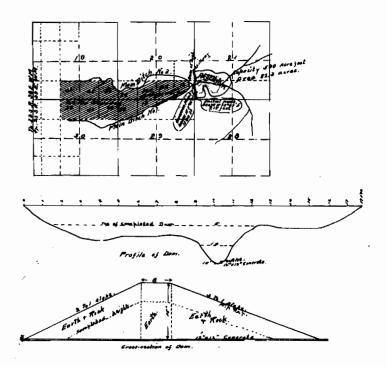
Rhea Luper

State Engineer.

Recorded in State Record of Water Right Certificates, Volume 8 , page 7979

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JUN 2 1 2010



<u>SHUMWAY</u> IRRIGATION <u>SYSTEM</u>

E Lillian Shumwey

2006

Fronk Shumwey and Martha A. Shumwey

hors at Alfred & Shumwey

Sections 1920, 31, 32 r. 30 Tp. 2331, 32 E. W.Ts.

I, J.F. Miller of Yala Metheur County, Oragan, do hardly earlify that this map was made from notes taken during an actual survey made by me on the 22+24 day of May, Nat, and that it correctly represents the works described in the accompanying applications facilities with the leading of statement and other disches in the immediate Vicinity and her without three in the area in each smallest legal subdivision which it is prepared to irrigate.

J. Miller

5604

5596 3706

RECEIVED

JUN 2 1 2013

STATE OF OREGON

COUNTY OF MAINTER

CERTIFICATE OF WATER RIGHT

This is to Certify. That wes. J. O. Cordon

of Tale , State of Oregon , has made proof to the satisfaction of the STATE ENGINEER of Oregon, of a right to the use of the waters of Box Springs Reservoir constructed under Application Ho. 6008, Permit Ho. 8-009 a tributary of for the purpose of Supplemental Irrigation

under Permit No. 5162 of the State Engineer, and that said right to the use of said waters has been perfected in accordance with the laws of Oregon; that the priority of the right hereby confirmed dates from July 25, 1921;

that the amount of water to which such right is entitled and hereby confirmed, for the purposes aforesaid, is limited to an amount actually beneficially used for said purposes, and shall not exceed 0.6 cubic foot per second;

The point of diversion is located in the Shiph of Section 30 , Township 238, Range 394W.M. The use hereupder for irrigation shall conform to such reasonable rotation system as may be ordered by the proper state officer.

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-eightisth of one cubic foot per second per acre, or its equivalent in case of rotation.

A description of the lands irrigated under the right hereby confirmed, and to which such right is appurtenant (if for irrigation or any other purpose), is as follows: 40 acres in the HEINEL, 40 acres in the HEINEL and 40 acres in the HEINEL, Section 50, Township 25 South, Bange 59 East of the Willemette Meridian in Halbour County, Oregon.

The right to the use of the water for any purpose is restricted to the lands or place of use herein described.

After the expiration of fifty years from the date of this certificate or on the expiration of any federal power license issued in connection with this right, and after not less than two years notice in writing to the holder hereof, the State of Oregon, or any municipality thereof, shall have the right to take over the dams, plants and other structures and all appurtenances thereto which have been constructed for the purpose of devoting to beneficial use the water rights specified herein, upon condition that before taking possession the State or municipality shall pay not to exceed the fair value of the property to taken, plus such reasonable damages, if any, to valuable, serviceable and dependable property of the holder of this certificate, not taken over, as may be caused by the severance therefrom of the property taken in accordance with the provisions of section 6728, Oregon Laws.

WITNESS the signature of the State Engineer,

2000

affixed this

26th

day

of

April

, 19 29

Ehen Lupe:

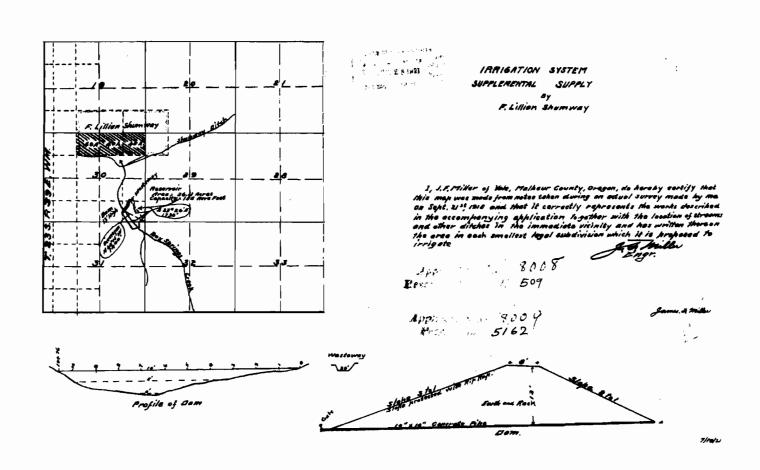
State Engineer.

Recorded in State Record of Water Right Certificates, Volume 8

RECEIVED

JUN 2 1 2010

WATER RESOURCES DEPT SALEM, OREGON



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JUN 2 1 2010

THE RESERVE THE PROPERTY OF THE PARTY OF THE

STATE OF OREGON

COUNTY OF MALEBUR

CERTIFICATE OF WATER RIGHT

This is to Certify, That ure. J. C. Cordon

of Tale , State of Cregon , has made proof to the satisfaction of the STATE ENGINEER of Oregon, of a right to the use of the paters of Shannay Reservoir Core traced under Application so. 5596, Permit so. B-425 a tributary of for the purpose of

under Permit No. 3706 of the State Engineer, and that said right to the use of said waters has been perfected in accordance with the laws of Oregon; that the priority of the right hereby confirmed dates from October 5. 1917:

that the amount of water to which such right is entitled and hereby confirmed, for the purposes aforesaid, is limited to an amount actually beneficially used for said purposes, and shall not exceed 4.5 cubic feet per second;

The point of diversion is located in the SELER of Section 20 , Township 238, Range 392, W. M. The use hereunder for irrigation shall conform to such reasonable rotation system as may be ordered by the proper state officer.

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 in case of rotation.

A description of the lands trrigated under the right hereby confirmed, and to which such right is appurtenant (if for irrigation or any other purpose), is as follows: 34 acres in the SHISH, 40 acres in the SHISH, 50 acres in the SHISH, 57 to acres in the SHISH, 52.5 acres in the SHISH, 50 acres in the SHISH, 40 acres in the SHISH, 50 acres in

The right to the use of the water for any purpose is restricted to the lands or place of use herein described.

After the expiration of fifty years from the date of this certificate or on the expiration of any federal power license issued in connection with this right, and after not less than two years notice in writing to the holder hereof, the State of Oregon, or any municipality thereof, shall have the right to take over the dams, plants and other structures and all appurtenances thereto which have been constructed for the purpose of devoting to beneficial use the water rights specified herein, upon condition that before taking possession the State or municipality shall pay not to exceed the fair value of the property so taken, plus such reasonable damages, if any, to valuable, serviceable and dependable property of the holder of this certificate, not taken over, as may be caused by the severance therefrom of the property taken in accordance with the provisions of section 5728, Oregon Laws.

WITNESS the signature of the State Engineer,

affixed this 25th

day

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f April.

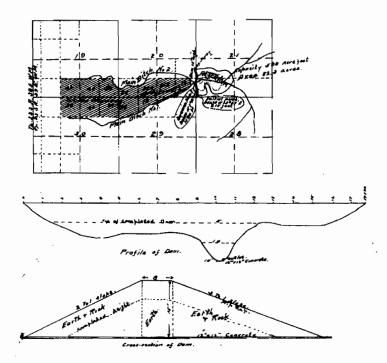
, 1,29

Then Imper

State Engineer.

Recorded in State Record of Water Right Contact William e

, page 7946



<u>SHUMWAY</u> MGATION SYSTEM

E Lillian Shumway

2 ml

Frank Shumway and Marka A Shumway

bars at Alfred A Shumway

Sections 12 20,21, 23 + 28 Tr 22 5 Tr 22

I, J.F. Miller of Yala Matheur County, Oragan, do hereby certify lifet this map was made from notes token during an actual survey made by me on the 23 × 29 th day of May 19 My and that it correctly represents the works described in the accompanying applications together with the location of streams and other directs in the immediate Vicinity and has written therein the area in each smallest lagal subdivision which it is proposed to irrigate.

J. J. Miller

5604

5596 3706

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JUN 2 1 2010