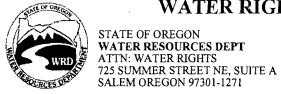
WATER RIGHT OWNERSHIP UPDATE FORM



5-46694

NOTICE TO SELLERS & BUYERS:

By law, all water belongs to the public [ORS 537.110]. In almost every instance, a Permit OR Water Right Certificate from the **Water Resources Department** is needed before using, diverting; or storing water [ORS 537-130]. However, most domestic wells do not require water rights. A water right stays with the land. In order to keep track of water right ownership, ORS 537.330 requires persons selling property that has a Water Right Certificate to: 1) provide evidence of the Water Right Certificate to the buyer and 2) notify the Water Resources Department of the Water Right Certificate involved with the real estate transaction. Sellers are exempted from this requirement if the water uses are served by a water district or a city.

Water that has been used for a long time in one place or that involves a water structure (like a dam) that already exists is no guarantee that there is a water right which would allow the water use to continue.

If you have any questions about this form or water right requirements, please contact your local watermaster or call the Water Resources Department at 503-986-0900.

Property Seller Information:

Note: Please type or print legibly when filling in the following information. Use additional paper if necessary.

Applicant: John I. Haas Inc. Mailing address: 5185 MacArthur Blvd. N.W., Suite 300 City Washington State D.C. Zip 20016 Phone:____ Work Other **Property Buyer Information:** Applicant: Arrowhead Farms, Inc. owner of 1/3 undivided interest Mailing address: P.O. Box 127 SEP 23 2004 City St. Paul _____ State Oregon Zip97137 WATER RESOURCES DEPT Phone: SALEM OREGON Work Other Property Description (attach additional pages if necessary): Township: Range: Section: Tax lot number(s): Metes & bounds description (or attach a copy of your property deed & tax lot map with the parcels highlighted): See Exhibit A and B Water Right Information (attach copy of water right permit or certificate & final proof map if available): Application #: See Exhibit C Permit #: Certificate #: Will all the lands associated with this water right be owned by the buyer? Yes_ Name of individual completing this form: Nathan Gerhardt Signature:

Phone: (503) 205-2506

Date:

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