Water Right]	Information (attach copy of water right permit or certificate & final proof i	nap if S
Application # Will <u>all</u> the la	R-80070 Permit #: Certificate #: 71755 nds associated with this water right be owned by the buyer? Yes No	V
Name of indiv	idual completing this form: Ember D. Krumwied_Signature:	
Per 2/28/02	Phone: (360) 394-0689 Date:	

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STATE OF OREGON COUNTY OF Morrow

CERTIFICATE OF WATER RIGHT (HB - 2153)

THIS CERTIFICATE ISSUED TO

PIONEER RESOURCES LL CO RT 2 BOX 2100 HEPPNER, OR 97836

confirms the right to store the waters of UNNAMED STREAMS, TRIBUTARIES OF JUNIPER AND PORTER CREEKS IN TEN RESERVOIRS for LIVESTOCK, WILDLIFE AND FIRE PROTECTION.

The right to store and use these waters was perfected under Reservoir Application R-80070. The date of priority is January 1, 1993. The amount of water entitled to be stored and used each year under this right is not more than 5.0 ACRE-FEET, BEING 0.5 AF IN RES 1, 0.5 AF IN RES 2, 0.5 AF IN RES 3, 0.5 AF IN RES 4, 0.5 AF IN RES 5, 0.5 AF IN RES 6, 0.5 AF IN RES 7, 0.5 AF IN RES 8, 0.5 AF IN RES 9, 0.5 AF IN RES 10

Located as follows:

NE 1/4 SW 1/4 SECTION 14, TOWNSHIP 6 SOUTH, RANGE 25 EAST WM. SE 1/4 NW 1/4 SECTION 23, TOWNSHIP 6 SOUTH, RANGE 25 EAST WM. SW 1/4 SECTION 26, TOWNSHIP 6 SOUTH, RANGE 25 EAST WM. SW 1/4 SE 1/4 SECTION 22, TOWNSHIP 6 SOUTH, RANGE 25 EAST WM. SE 1/4 SE 1/4 SECTION 34, TOWNSHIP 6 SOUTH, RANGE 25 EAST WM. SW 1/4 NE 1/4 SECTION 33, TOWNSHIP 6 SOUTH, RANGE 25 EAST WM. SW 1/4 NE 1/4 SECTION 32, TOWNSHIP 6 SOUTH, RANGE 25 EAST WM. SE 1/4 SW 1/4 SECTION 21, TOWNSHIP 6 SOUTH, RANGE 25 EAST WM. SE 1/4 SW 1/4 SECTION 21, TOWNSHIP 6 SOUTH, RANGE 25 EAST WM. NW 1/4 NE 1/4 SECTION 29, TOWNSHIP 6 SOUTH, RANGE 25 EAST WM. SE 1/4 SW 1/4 SECTION 29, TOWNSHIP 6 SOUTH, RANGE 25 EAST WM.

The storage of water allowed herein is subject to the installation and maintenance of an outlet pipe, with a minimum diameter of 8", or the provision of other means to evacuate water when determined necessary for public safety or to satisfy prior downstream rights as determined by the Water Resources Director.

The right to store and use the water for the above purpose is restricted to beneficial use at the place of use listed above.

WITNESS the signature of the Water Resources Director, affixed FEBRUARY 27, 1996.

Martha O. Pagel

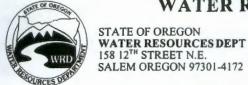
Recorded in State Record of Water Right Certificates numbered 71755

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WATER RIGHT OWNERSHIP UPDATE FORM



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WATER RESOURCES DEPT SALEM, OREGON

NOTICE TO SELLERS & BUYERS:

By law, all water belongs to the public [ORS 537.110]. In almost every instance, a permit ("water right") 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 water right to: 1) provide evidence of the water right to the buyer and 2) notify the Water Resources Department of the water right 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 along 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 503-378-8455.

Property Seller Information:

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

Applicant: Pioneer Resources		
Mailing address: 19245 Tenth Avenue, NE Last		
City Poulsbo State Orogon WA Zip 98370		
Phone: (360) 697-6626 Home Work Other		
Home Work Other		
Property Buyer Information:		
Applicant: MOYYOW COUNTY		
Mailing address: First O. BOX 428		
City Lexington State Oregon Zip 97839		
Phone: (541) 989 - 9500		
Home Work Other		
Property Description (attach additional pages if necessary):		
County: MOYOW Township: 65 Range: 25/26 E Section: See attached		
Tax lot number(s): See attached		
Metes & bounds description (or attach a copy of your property deed & tax lot map with the parcels highlighted):		

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WATER RESOURCES DEPT SALEM, OREGON

EXHIBIT "A" LEGAL DESCRIPTION

TRACT I:

A portion of Sections 24, 25, 26, 34, & 35 all located in Township 6 South, Range 25, East of the Willamette Meridian, in the County of Morrow, and State of Oregon more particularly described as follows:

COMMENCING at the Southeast corner of Section 36 being the corner in common to Township 6 South Range 25 East and Township 6 South Range 26 East; thence North along the East line of Section 36 to the Southeast corner of Section 25 and the True Point of Beginning of this description; thence continuing North along the East line of Section 25 to the Northeast corner of said Section 25, said point being also the intersection of the centerline of Forest Service Road No. 21, AKA Kinzua Road No. S518 and Kinzua Cutoff Road N. S 518 J as recorded in Book 73, Page 135 of Morrow County Deed Records; thence along the center line of Kinzua Road No. S518 and Kinzua Cutoff Road No. S 518 J (AKA Forest Service Road No. 21) Westerly as described in Exhibit A of the Easement filed in Book 73, Page 139, through the Northeast Half of the Northeast Quarter of Section 25, the Southwest Quarter of the Southeast Quarter of Section 24, and the Southeast Quarter of the Southwest Quarter of Section 24 of Township 6 South, Range 25 East, W.M. to the Easterly right of way of Oregon State Highway No. 207; thence Southwesterly along the Easterly right of way of State Highway No. 207 to the intersection of the South Line of Section 34; thence East along the South line of Sections 34 & 35, said line being also the South line of Township 6 South, Range 25 East and the South line of Morrow County to the Southeast corner of Section of 35; Thence North along the East line of Section 35 to the Southwest corner of Section 25; thence East along the South line of Section 25 to the Southeast corner of Section 25 and Point of Beginning of this description. All being located in Township 6 South, Range 25, East of the Willamette Meridian, Morrow County, State of Oregon.

Parcel being subject to all roads and rights of way and subject to a 66 foot wide Easement for Forest Service Road No. 21 being 33 feet on each side of the centerline of said Road No. 21.

TRACT II:

All or portions of Sections 19. 20, 21 22, 23, 27, 28, 29, 30, 31, 32, 33, & 34 all located in Township 6 South, Range 26, East of the Willamette Meridian, in the County of Morrow, State of Oregon, more particularly described as follows:

BEGINNING at the Southwest corner of Section 31 being the corner in common to Township 6 South Range 25 East and Township 6 South Range 26 East and the True Point of Beginning of this description; thence East along the South line of Section 31, said line being the South line of Township 6 South Range 26 East and the South line of Morrow County, to the Southeast corner of said Section 31; thence North along the East line of Section 31 to the East Quarter corner, common to Sections 31 and 32; thence East along the Center line of Section 32 to the East Quarter corner, common to Sections 32 and 33; thence South along the East line of Section 32 to the Southeast corner of Section 32; thence East along the South line of Sections 33 and 34, said line being the South line of Township 6 South Range 26 East and the South line of Morrow County, to the Southeast corner of Section 34; thence North along the East line of Sections 34 and 27 to the Northeast corner of Section 27; thence East along the South line of Section 23 to the South Quarter, common to Sections 23 and 26; thence North along the Center line of Section 23 to the intersection of the center line of Kinzua Road No. \$516 (Western Route), AKA Forest Service Road No. 21, as described in Book 69, Page 310, and microfilm No. M-9644 of the Morrow County Deed Records; thence Westerly along the center line Kinzua Road No.

S516, AKA Forest Service Road No. 21, through the East Half of the Northwest Quarter and the North Half of the Southwest Quarter of Section 23, the North Half of the Southeast Quarter, the Southeast Quarter of the Northwest Quarter and the Northwest Quarter of the Southwest Quarter of Section 22, the Northeast Quarter and the Southwest Quarter of the Southwest Quarter of Section 21, the South Half of the South Half of Section 20, the Northeast Quarter of the Northeast Quarter of Section 30, and the South Half of the South Half of Section 19 to the intersection of the West line of Section 19, said point being also the Southeast corner of Section 24 of Township 6 South Range 25 East; Thence South along the West line of Sections 19, 30, and 31 to the Southwest corner of Section 31 and Point of Beginning of this description.

All being located in Township 6 South, Range 26, East of the Willamette Meridian, Morrow County, State of Oregon.

Parcel being subject to all roads and rights of way and subject to a 66 foot wide Easement for Forest Service Road No. 21 being 33 feet on each side of the centerline of Road No. 21.

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Olympic Resource Management, LLC · Manager for Pioneer Resources I

March 4, 2003

State of Oregon Water Resource Department 158 12th Street NE Salem, OR 97301-4172

RE: Water Right Ownership Update Form

Ember D. Krumwied

Enclosed please find several update forms concerning a large tract of land that Pioneer Resources has recently sold. The new land owner is:

Morrow County P.O. Box 428 Lexingotn, OR 97839

Please review the enclosed documents and feel free to contact me at (360) 394-0689 should you have any questions or require any additional information.

Sincerely,

Ember D. Krumwied

Land Records

cc: Morrow County

File

Enclosures

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