

OFFERING CIRCULAR

378 Acre Farm Irrigated

Presented by:





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All inquires regarding this offering should be directed to:

Brett A. Veatch, Principal Broker Agri-Investment Services Group Berkshire Hathway NW Real Estate 2501 Portland Road, Newberg, OR 503.708.4663 bveatch@bhhsnw.com

Overview

Th is farm is located outside of Roseburg, Oregon in Douglas County. Located in the Umpqua Valley and Upqua Valley AVA. The property consists of approximately 378 acres, more or less, in three blocks. In addition, there is another 149 acres, more or less, which is also available for purchase.

Information relating to each of the three blocks will follow in this offering circular. The blocks have be named: Hubbard Creek, Oak Hills and Garden Valley. The additional block which is available is named: Kellog.

All of the blocks have frontage on the Umpqua River. Two of the three have irrigation rights from the river. The fourth block - Kellog - also has irrigation rights.

Soils are mostly well drained loam soils. Soils maps are attached and full soil series descriptions are available upon request. Tiling was completed on portions of all three blocks in 2013 by Birky Water Ways. Field drainage maps are attached.

The property is actively farmed and the owner has maintained good soil health. There are several permanent crops being farmed adjacent to or nearby these blocks, including hazelnuts, blueberries and wine grapes.





Hubbard Creek Rd.

Hubbard Creek

This block consists of roughly 119 acres with water rights to approximately 116 acres. The property has a good pump site on the Umpqua with adequate power and an in-ground main line.

Hubbard Creek represents the "home place" and is improved with a very nice dwelling which was constructed in 2009. It offers three-plus bedrooms and two-&-one-half baths in approximately 3000 sq. ft. of living space. The dwelling has an additional basement and upgrades such as geo-thermal heating.

There are other improvements which include a large shop and miscellanous outbuildings.



Hubbard Creek

















Soil Series Map Legend

| Map Unit Symbol | Map Unit Name | Acres in AOI | Percent of AOI 3.5% | |
|-----------------------------|---|--------------|------------------------|--|
| 29A | Brand silty clay loam, 0 to 3 percent slopes | 4.2 | | |
| 43A | Coburg silty clay loam, flooded, 0 to 3 percent slopes | 9.0 | 7.6% | |
| 164A | Newberg fine sandy loam, 0 to 3 percent slopes | 16.2 | 13.6% | |
| 188D | Pengra silt loam, 2 to 20 percent slopes | 1.2 | 1.0% | |
| 202B | Redbell silt loam, 0 to 5 percent slopes | 38.0 | 32.0% | |
| 214A | Roseburg loam, 0 to 3 percent slopes | 21.2 | 17.9% | |
| 224B | Sibold fine sandy loam, 0 to 5 percent slopes | 6.2 | 5.3% | |
| 257A | Waldo silty clay loam, 0 to 3 percent slopes | 22.8 | 19.2% | |
| W | Water | 0.0 | 0.0% | |
| Totals for Area of Interest | | 118.7 | 100.0% | |

Hubbard Creek Tile Map





Hubbard Creek Tile Map

2 km 1.2 mi 1:36,112 ^{0.6} 25S'6W 0.3 0.5 0 0 Supplemental By Primary/Supplemental Primary ¢ Corr morcial Ucmestic Power Liveslack Imigation BuiniM 25S7W Agnoulture rstream W 50. Water Rights by Use Hubbard Water Rights Map Recreation Wildlife 18 18 l' scea c' Uae S mago Wales Surface Water Croundwater Water Rights by Type 8 Points of Diversion

T. 25 S.R. 7 W. W.M.



DIV. PT. LOCATED 4400 AL N. & 180 H. W. From SW Cor. Hubbord DLC 41

FINAL PROOF SURVEY

Application No. <u>47952</u> Permit No. <u>35/92</u> IN NAME OF

RAY E. DOERNER & PATRICIA M. DOERNER

Surveyed APR 5 19 73, by L.E. GOULD

STATE OF OREGON

COUNTY OF DOUGLAS

CERTIFICATE OF WATER RIGHT

This Is to Certify, That RAY E. 6 PATRICIA H. DOERNER

97470

of **Boute 3, Box 1530, Roseburg**, 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 Umptue River

a tributary of **Pacific Ocean** irrigation of 50.4 acres

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for the purpose of

under Permit No. **35192** 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 **June 5, 1970**

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 **0.63 cubic foot per second**

or its equivalent in case of rotation, measured at the point of diversion from the stream. The point of diversion is located in the SWH SWH, as projected within Bradley DLC 42, Section 23, T. 25 S., R. 7 W., W. M., 4400 feet North and 180 feet West from SW Corner, Hubbard DLC 41.

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-eightleth** of one cubic foot per second per acre, or its equivalent for each acre irrigated and shall be further limited to a diversion of not to exceed 2½ acre feet per acre for each acre irrigated during the irrigation season of each year;

and shall

conform to such reaso. able rotation system as may be ordered by the proper state officer. A description of the place of use under the right hereby confirmed, and to which such right is appurtenant, is as follows:

> 4.0 acres SWX SWX As projected within Bradley DLC 42 Section 23

26.0 acres NWX NWX 20.4 acres SWX NWX Both as projected within Bradley DLC 42 Section 26 T. 25 S., R. 7 W., W. M.

The right to the use of the water for the purposes aforesaid is restricted to the lands or place of use herein describea.

WITNESS the signature of the State Engineer, affixed

this date. January 22, 1975

Chris L. Wheeler

State Engineer

Recorded in State Record of Water Right Certificates, Volume 33, page 41522

T. 25 S., R. 7 W., W. M.



SCALE:4"=1 mile

FINAL PROOF SURVEY

Application No. 51.940... Permit No. 39075..... IN NAME OF

RAY E. & PATRICIA M. DOERNER

Surveyed .F.E.B. 28,1985., by ..L. CASHION ...

STATE OF OREGON

COUNTY OF DOUGLAS

CERTIFICATE OF WATER RIGHT

THIS CERTIFICATE ISSUED TO

GLORIA ANN JONES, TRUSTEE GLORIA ANN HAGER JONES REVOCABLE TRUST 2307 HUBBARD CREEK ROAD UMPQUA, OR 97486

confirms the right to use the waters of UMPQUA RIVER, a tributary of PACIFIC OCEAN, for IRRIGATION of 56.3 ACRES.

This right was perfected under Permit S-39075. The date of priority is MAY 14, 1974.

The right is limited to not more than 0.70 CUBIC FOOT PER SECOND or its equivalent in case of rotation, measured at the point of diversion from the source.

The point of diversion is located as follows:

| TWP | RNG | MER | SEC | Q-Q | MEASURED DISTANCES |
|------|-----|-------|-----|-------|---|
| 25 S | 7 W | W. M. | 23 | sw sw | 350 FEET NORTH AND 1290 FEET EAST FROM SW CORNER OF SECTION 23 |

The amount of water used for irrigation, together with the amount secured under any other water right existing for the same lands, shall be limited to ONE-EIGTHIETH (1/80) of one cubic foot per second per acre, or its equivalent for each acre irrigated and shall be further limited to a diversion of not to exceed 2.5 acre-feet per acre for each acre irrigated during the irrigation season each year.

The right shall conform to such reasonable rotation system as may be ordered by the proper state officer.

A description of the place of use to which this right is appurtenant is as follows:

| | IRRIGATION | | | | | | |
|--------|------------|-------|-----|-------|------|-----|-------|
| TWP | RNG | MER | SEC | Q - Q | DLC | LOT | ACRES |
| 25 S | 7 W | W. M. | 23 | SE SW | [| 6 | 5.5 |
| 25 S | 7 W | W. M. | 26 | NE NW | 41 | | 20.8 |
| 25 S | 7 W | W. M. | 26 | SE NW | 41 | | 20.8 |
| 25 S | 7 W | W. M. | 26 | NE SW | 41 | | 9.2 |
| TOTAL: | | | | | 56.3 | | |

The right to the use of the water for the above purpose is restricted to beneficial use on the lands or place of use described. The right is subject to minimum flows established by the Water Resources Commission with an effective date prior to this right.

PC 01-10 & 02-10 - cancel- c59059-rr.GLN

Page 1 of 2

87545

This certificate describes that portion of the water right confirmed by Certificate 59059, State Record of Water Right Certificates, NOT modified by the provisions of an order of the Water Resources Commission in PC 01-10 and PC 02-10 (OAH Ref. no: WR-11-001) entered April 20, 2012, and recorded in Special Order Volume 87, Pages 417 to 432, partially cancelling a water right. This certificate supersedes Certificate 59059.

The issuance of this superseding certificate does not confirm the status of the water right in regard to the provisions of ORS 540.610 pertaining to forfeiture or abandonment.

pril 27, 2012 Issued:

Wight French, Water Right Services Division Administrator for PHILLIP C. WARD, DIRECTOR



Oak Hills Road

Oak Hills

This block consists of approximately 156 acres. This property fronts on the Umpqua River, but does not have water rights at this time.

Oak Hills is referred to as the "Shop". The office, workshop, storage facility, sheds, fuel tanks and equipment yard are located here. The storage facility is approximately 13,000 sq. ft. in size with 22 foot eaves and a concrete floor. There is also a dwelling at the access point that is rented.

There are two tax lots, The smaller tax lot is approximately 13 acres and contains a few acres of pasture ground and a stand of conifer trees. It appears that this stand could have commercial timber value at some point.

















Soil Series Map Legend

| Map Unit Symbol | Map Unit Name | Acres in AOI | Percent of AOI | |
|-----------------------------|--|--------------|----------------|--|
| 43A | Coburg silty clay loam, flooded, 0 to 3 percent slopes | 42.7 | 27.5% | |
| 44A | Conser silty clay loam, 0 to 3 percent slopes | 6.6 | 4.2% | |
| 82C | Fordice very cobbly loam, 0 to 12 percent slopes | 3.7 | 2.4% | |
| 145A | Malabon silty clay loam, flooded, 0 to 3 percent slopes | 6.4 | 4.1% | |
| 215E | Rosehaven loam, 12 to 30 percent slopes | 38.0 | 24.5% | |
| 230F | Speaker-Nonpareil complex, 30 to 60 percent slopes | 17.7 | 11.4% | |
| 235C | Sutherlin silt loam, 3 to 12 percent slopes | 28.5 | 18.3% | |
| 257A | Waldo silty clay loam, 0 to 3 percent slopes | 11.4 | 7.3% | |
| W | Water | 0.5 | 0.3% | |
| Totals for Area of Interest | | 155.4 | 100.0% | |



Oak Hill Tile Map | Secfion 1





Oak Hill Tile Map | Section 2





Garden Valley Road

Garden Valley

This block is approximately 103 acres with frontage on the Umpqua River and irrigation rights. There is a good pump site and adequate power. There are access roads down each side of this parcel. This property has a small rental home. It is comprised of four individual tax lots.










Soil Series Map



Soil Series Map Legend

| Map Unit Symbol | Map Unit Name | Acres in AOI | Percent of AOI |
|-----------------------------|--|--------------|----------------|
| 37A | Chapman-Chehalis complex, 0 to 3 percent slopes | 9.8 | 5.9% |
| 78A | Evans loam, 0 to 3 percent slopes | 18.8 | 11.3% |
| 165A | Newberg loamy sand, 0 to 3 percent slopes | 4.8 | 2.9% |
| 166E | Nonpareil loam, 12 to 30 percent slopes | 0.0 | 0.0% |
| 170C | Oakland silt loam, 3 to 12 percent slopes | 23.8 | 14.3% |
| 170D | Oakland silt loam, 12 to 20 percent slopes | 19.7 | 11.9% |
| 188D | Pengra silt loam, 2 to 20 percent slopes | 19.9 | 12.0% |
| 214A | Roseburg loam, 0 to 3 percent slopes | 19.6 | 11.8% |
| 225D | Speaker loam, 2 to 20 percent slopes | 0.1 | 0.1% |
| 257A | Waldo silty clay loam, 0 to 3 percent slopes | 49.2 | 29.7% |
| Totals for Area of Interest | | 165.6 | 100.0% |



Garden Valley Tile Map





Application No. <u>28/42</u> Permit No. <u>22435</u> IN NAME OF

Hugh Ritchie

Surveyed Sept. 5 1957, by m. Bich

STATE OF OREGON

COUNTY OF DOUGLAS

CERTIFICATE OF WATER RIGHT

This Is to Certify, That HUGH RITCHIE

of Rt. 2. Box 835. Roseburg , 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 Umpqua River

a tributary of Pacific Ocean irrigation of 76.2 acres

Permit A-1-2M-10-57

for the purpose of

under Permit No. 22435 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 August 20, 1953.

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 0.70 cubic foot per second,

or its equivalent in case of rotation, measured at the point of diversion from the stream. The point of diversion is located in the SE_1^+ NE_4^+ as projected within Fitzhugh DLC #40. Section 30. Township 26 South, Range 6 West, W.M.

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 for each acre irrigated and shall be further limited to a diversion of not to exceed $2\frac{1}{2}$ acre feet per acre for each acre irrigated during the irrigation season of each year,

and shall

conform to such reasonable rotation system as may be ordered by the proper state officer. A description of the place of use under the right hereby confirmed, and to which such right is appurtenant, is as follows:

> 4.6 acres NE¹/₂ NW¹/₂ 15.6 acres NW¹/₂ NW¹/₄ 20.6 acres SW¹/₄ NW¹/₄ 7.6 acres SE¹/₄ NW¹/₄ Section 29 14.2 acres NE¹/₄ NE¹/₄ 0.2 acres NW¹/₄ NE¹/₄ 13.4 acres SE¹/₄ NE¹/₄ Section 30 All as projected within S. Fitzhugh DLC #40 Township 26 South, Range 6 West, W.M.

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

WITNESS the signature of the State Engineer, affixed

this 31st day of July , 1958.

LEWIS A. STANLEY

State Engineer

Recorded in State Record of Water Right Certificates, Volume 17 , page 24251







The Owner reserves the right to negotiate with parties of the Owner's choice. The Owner reserves the right to terminate the process if Owner is not satisfied with negotiations. Terms of this offering may be altered by Owner at any time without notice. Nothing in this offering circular shall bind the Owner or Broker to in any manner.

Neither the Owner or Broker assume any liability to any interested party as a result of either the rejection of any proposal or the modification of any information or terms contained in this offering circular or any other communication, either written or oral, nor shall Owner or Broker be responsible for the reimbursement of any costs incurred by any interested party while evaluating the Farm or connection with any proposal made. This offering circular is made available for informational purposes only. Nothing herein is warranted or guaranteed. Interested parties are advised to verify all information with independent sources and shall not rely on the contents of this offering circular or any representations made by Owner or Broker.

No party shall be bound by any offer or notice of interest and no agreement shall be considered made, until such time as the parties have executed and delivered definitive, written transactional documents. The Owner may, at Owner's sole discretion, either as part of the negotiating process or outside of such, choose to withdraw individual parcels or the entire offering from the market.

The Owner requests that all inquiries be made to Agri-Investment Services Group and that no contact be made with employees of the Farm or its vendors, suppliers, customers or other parties without express, written permission from the Owner.

