

APPLICATION FOR PERMIT
TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

Date of filing in State Engineer's Office AUG 2 1985

Returned to applicant for correction.....

Corrected application filed.....

Map filed AUG 2 1985

The applicant Revolution Industries, Inc.

P.O. Box 260, of Issaquah,
Street and No. or P.O. Box No. City or Town

Washington 98027, hereby make application for permission to appropriate the public waters of the State of Nevada, as hereinafter stated. (If applicant is a corporation, give date and place of incorporation; if a copartnership or association, give names of members.)

Incorporated October 6, 1983, at Salem, Oregon

1. The source of the proposed appropriation is Underground
Name of stream, lake, spring, underground or other source

2. The amount of water applied for is 1.1140 second-foot
One second-foot equals 448.83 gals. per min.

(a) If stored in reservoir give number of acre-feet .33 acre feet

3. The water to be used for Mining and Milling
Irrigation, power, mining, manufacturing, domestic, or other use. Must limit to one use.

4. If use is for:

(a) Irrigation, state number of acres to be irrigated.....

(b) Stockwater, state number and kinds of animals to be watered.....

(c) Other use (describe fully under "No. 12. Remarks").....

(d) Power:

(1) Horsepower developed.....

(2) Point of return of water to stream.....

5. The water is to be diverted from its source at the following point The NW¼ of the NW¼ of Section 33, T.40N., R.35E., M.D.B.&M., or at a point from which the NW corner of said Section 33 bears N. 20° 55' 55" W. 713.21FT.
Describe as being within a 40-acre subdivision of public survey, and by course and distance to a section corner. If on unsurveyed land, it should be so stated.

6. Place of use NW¼ of the NW¼ of Section 33, the NE¼ and SE¼ of Section 35 and the SE¼ and SW¼ of the NE¼ of Section 32, all T.40N., R.35E., M.D.B. &M.
Describe by legal subdivision. If on unsurveyed land, it should be so stated.

7. Use will begin about January 1st and end about December 31st, of each year.
Month and Day Month and Day

8. Description of proposed works. (Under the provisions of NRS 535.010 you may be required to submit plans and specifications of your diversion or storage works.) Well, (drilled by parties unknown) pump motor and generator, .33 ac. ft. storage pond and 4" pipeline for 25,000 ton per day mine and mill.
State manner in which water is to be diverted, i.e. diversion structure, ditches and flumes, drilled well, with pump and motor, etc.

9. Estimated cost of works \$125,000.00

10. Estimated time required to construct works 6 months
If well completed, describe works.
Well is completed drilled by parties unknown.

11. Estimated time required to complete the application of water to beneficial use 2 years.

12. Remarks: For use other than irrigation or stock watering, state number and type of units to be served or annual consumptive use.

Water to be used in conjunction with water from another well
being applied for concurrently, for a 25,000 ton per day mine
and gravity separation mill, to be operated 24hrs per day 365
days per year. The mill will use between 75 and 100 gallons of
water per ton of ore, of which approximately 30% to 40% will be
recycled using a Jade Air Water Clarifier. Use will included
approximately 20,000 to 30,000- (See Attached Sheet A)

By s/Johnathan R. Caldwell, Agent
Johnathan R. Caldwell
P.O. box 389
Winnemucca, Nevada 89445

Compared mc/lf js/bc

Protested _____

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit is issued subject to existing rights. It is understood that the amount of water herein granted is only a temporary allowance and that the final water right obtained under this permit will be dependent upon the amount of water actually placed to beneficial use. It is also understood that this right must allow for a reasonable lowering of the static water level. This well shall be equipped with a two (2) inch opening for measuring depth to water. If the well is flowing, a valve must be installed and maintained to prevent waste. A totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of water begins, or before the Proof of Completion of Work is filed. This source is located within an area designated by the State Engineer, pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

This Permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

(CONTINUED ON Page 2)

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.114 cubic feet per second, but not to exceed 262.8 million gallons annually.

Work must be prosecuted with reasonable diligence and be completed on or before June 19, 1987

Proof of completion of work shall be filed on or before July 19, 1987

Application of water to beneficial use shall be made on or before June 19, 1989

Proof of the application of water to beneficial use shall be filed on or before July 19, 1989

Map in support of proof of beneficial use shall be filed on or before _____

Completion of work filed _____ IN TESTIMONY WHEREOF, I PETER G. MORROS
State Engineer of Nevada, have hereunto set my hand and the seal of

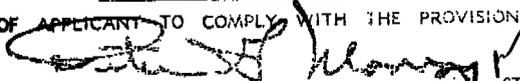
Proof of beneficial use filed _____ my office, this 19th day of June,

Cultural map filed _____ A.D. 1986

Certificate No. _____ Issued _____

State Engineer

MAR 4 1988

CANCELLED BECAUSE OF FAILURE OF APPLICANT TO COMPLY WITH THE PROVISIONS OF PERMIT

STATE ENGINEER

(PERMIT TERMS CONTINUED)

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The total combined duty of water under Permits 49240 and 49241 shall not exceed 428.85 million gallons annually.



SHEET A

gallons per day for dust control and domestic use of workers. Workers will be approximately 10 persons per shift 3 shifts per day 365 days per year. Use will also include approximately 20,000 gallons per day used in mining.

Point of diversion and place of use are situated on unpatented mining claims.

