

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

Date of filing in State Engineer's Office SEP 1 1987
Returned to applicant for correction OCT 19 1987
Corrected application filed DEC 17 1987
Map filed DEC 17 1987 under 51247

The applicant CORTEZ GOLD MINES of Cortez, Nevada 89821, hereby make application for permission to appropriate the public waters of the State of Nevada, as hereinafter stated.

A joint venture consisting of Placer U.S. Inc., Kennecott, and Vernon F. Taylor, Jr.

1. The source of the proposed appropriation is underground source - well no. 30

2. The amount of water applied for is .111 cfs second-feet

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

3. The water to be used for pollution control - mining

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 SE 1/4 of SW 1/4 section 12, T. 27 N., R. 47 E., MDB & M (unsurveyed) whence the SE corner of Section 18, T. 27 N., R. 48 E., MDB & M bears S. 57° 33' 26" E., 10,034.09 feet.

6. Place of use SE 1/4 NW 1/4 SW 1/4 NE 1/4 E 1/2 SW 1/4 W 1/2 SE 1/4 of Section 13, NE 1/4 of Section 24, T. 27 N., R. 47 E., MDB & M (unsurveyed)

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

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.) installation will pump groundwater to mill tailings impoundment pond.

9. Estimated cost of works \$10,000

10. Estimated time required to construct works system is presently installed on site.  
If well completed, describe works.

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

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

This well will be used to pump potentially contaminated groundwater to a tailings impoundment pond. This is to control the migration of the groundwater from the tailings impoundment area. The groundwater will be pumped from this well solely for pollution control purposes.

By s/ Daniel W. Banghart  
Cortez Gold Mines  
Cortez, NV 89821

Compared pm/ slb pm/se

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 place 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.  
(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 0.111 cubic feet per second, but not to exceed 26.18 million gallons annually.

Work must be prosecuted with reasonable diligence and be completed on or before November 16, 1989

Proof of completion of work shall be filed on or before December 16, 1989

Application of water to beneficial use shall be made on or before November 16, 1991

Proof of the application of water to beneficial use shall be filed on or before December 16, 1991

Map in support of proof of beneficial use shall be filed on or before N/A

Completion of work filed JAN 11 1990 IN TESTIMONY WHEREOF, I PETER G. MORROS

Proof of beneficial use filed..... State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 16th day of November

Cultural map filed.....

Certificate No..... Issued.....

A.D. 19 88

*[Signature]*  
State Engineer

~~WITHDRAWN BY APPLICANT~~ FEB 22 1994  
*[Signature]*  
STATE ENGINEER

(PERMIT TERMS CONTINUED)

The total combined duty of water under Permits 24663, Certificate 7292; 24664, Certificate 7293; 46224, 46225, 51247, 51248, 51249, 51250, 51251, 51252, 51253, 51254 and 51255 shall not exceed 306.7 million gallons annually.

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

