

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Date of filing in State Engineer's Office..... FEB 9 1988
 Returned to applicant for correction..... FEB 29 1988
 Corrected application filed..... MAR 14 1988 Map filed JAN 21 1988 under 51449

The applicant AMAX Exploration Inc., c/o Nevada Gold Mining Inc.
P.O. Box 1820 of Winnemucca
Street and No. or P.O. Box No. City or Town
Nevada 89445
State and Zip Code No. hereby make application for permission to change the

Point of Diversion of a portion
Point of diversion, manner of use, and/or place of use
 of water heretofore appropriated under Permit 50387
(Identify existing right by Permit, Certificate, Proof or Claim Nos. If Decreed, give title of Decree and identify right in Decree.)

1. The source of water is underground
Name of stream, lake, underground spring or other source.
2. The amount of water to be changed 1.17 c.f.s.
Second feet, acre feet. One second foot equals 448.83 gallons per minute.
3. The water to be used for mining, milling and domestic
Irrigation, power, mining, industrial, etc. If for stock state number and kind of animals.
4. The water heretofore permitted for mining, milling and domestic
Irrigation, power, mining, industrial, etc. If for stock state number and kind of animals.
5. The water is to be diverted at the following point within the SE $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 16,
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 stated.
corner of Section 16 bears S75°07'13"E 3841.57'
6. The existing permitted point of diversion is located within the SE $\frac{1}{4}$ NW $\frac{1}{4}$ of Section 21,
If point of diversion is not changed, do not answer.
T. 40N., R. 35E., M.D.B.&M. or at a point from which the South quarter
corner of said Section 21 bears S07°26'E 3612.5'
7. Proposed place of use All of Sections 16 and 21, T. 40N., R. 35E., M.D.B.&M.
Describe by legal subdivisions. If for irrigation state number of acres to be irrigated.
8. Existing place of use All of Sections 16 and 21, T. 40N., R. 35E., M.D.B.&M.
Describe by legal subdivisions. If permit is for irrigation, state number of acres irrigated. If changing place of use and/or manner of use of irrigation permit, describe acreage to be removed from irrigation.
9. Use will be from January 1st to December 31st of each year.
Month and Day Month and Day
10. Use was permitted from January 1st to December 31st of each year.
Month and Day Month and Day
11. 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, pump, motor, pipelines and
State manner in which water is to be diverted, i.e. diversion structure, ditches, pipes and flumes, or drilled well, etc.
mining and milling operation
12. Estimated cost of works \$50,000
13. Estimated time required to construct works one year

14. Estimated time required to complete the application of water to beneficial use... three years.....

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

Primary use will be for mine dewatering, with a secondary use of milling and domestic. Originally 2.23 c.f.s. was applied for at this point, but the well produces approximately 5.87 c.f.s. Map filed under Application 51449 will support this application.

By.....s/ John H. Milton III
146 West Second Str.
Winnemucca, NV 89445

Compared jm/sb..... 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 to change the point of diversion of a portion of the waters of an underground source as heretofore granted under Permit 50387 is issued subject to the terms and conditions imposed in said Permit 50387 and with the understanding that no other rights on the source will be affected by the change proposed herein. The well shall be equipped with a 2-inch opening and 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 the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. 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.

The issuance of this permit will allow the permittee to dewater the pit area. The water diverted from this well during the dewatering stage will be placed in such manner as to allow for percolation back to the groundwater source.

Monthly reports covering and including the rate of diversion and (CONTINUED ON PAGE 2)

The amount of water to be changed shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.17.....cubic feet per second.....

Work must be prosecuted with reasonable diligence and be completed on or before..... June 19, 1988

Proof of completion of work shall be filed before..... July 19, 1988

Application of water to beneficial use shall be made on or before..... June 19, 1990

Proof of the application of water to beneficial use shall be filed on or before..... July 19, 1990

Map in support of proof of beneficial use shall be filed on or before..... July 19, 1990

Completion of work filed JUL 20 1988..... 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 JUL 27 1990..... my office, this 21st day of..... June.....

Cultural map filed.....

Certificate No. 13296 Issued MAR 30 1992..... A.D. 19..... 88
Peter G. Morros
State Engineer

(PERMIT TERMS CONTINUED)

the total volume from this dewatering well shall be supplied to the State Engineer.

The permittee shall discharge water in a manner and in allocation calculated to conserve water. All disposal sites shall be first approved by the State Engineer.

After the dewatering of the pit area the water diverted will be used for mining, milling and domestic purposes.

The total diversion rate under Permits 50386, 50387, 50388, 50389, 50390, 50876, 50877, 50878, 50879, 50880, 50881, 50882, 50883, 50884, 50885, 50886, 50887, 50888, 50889, 51284, 51449, 51450, 51772, 51822, 51823, 51824, 51825 and 51826 shall not exceed 32.00 c.f.s. (14,360 gallons per minute).

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

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.

END OF PERMIT

STATE ENGINEER