

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

APR 06 1989

Date of filing in State Engineer's Office.....

Returned to applicant for correction..... MAY 03 1989

Corrected application filed.....

Map filed.....

The applicant New Gold, Inc.

1325 Airmotive Way, #175A, of Reno, Nevada

89502, 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.)

1. The source of the proposed appropriation is underground

2. The amount of water applied for is Two (2) second-feet

(a) If stored in reservoir give number of acre-feet Small reservoirs, Total approximately 650,000 gallons (2 acre-feet)

3. The water to be used for 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 NE 1/4, NE 1/4, Sec. 17, T. 32N., R32E, M.D.B.&M (unsurveyed) commencing from the source bearing 1300 ft. S.45E. to the NE corner section monument & 16. This source is further described as being 4300 ft bearing S75E from the NW corner monument of Sec. 17.

6. Place of use Sec. 17, 19, 8, 9, 16, 21, 22, 15, 28 T. 32N., R32E. (unsurveyed)

7. Use will begin about January 1 and end about December 31, 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.) the water will either be piped or hauled from its source.

9. Estimated cost of works Well drilling, casing and pump installment \$75,000

10. Estimated time required to construct works One to Five years
If well completed, describe works.

11. Estimated time required to complete the application of water to beneficial use Two to Five Years

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

The three reservoirs will be used for settling and recycling purposes during the mining/milling of placer deposits.

By /s/ William E. Nork
William E. Nork, Inc.
1026 W. First Street
Reno, Nevada 89503

Compared kh/ se

Protested _____

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:

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

Work must be prosecuted with reasonable diligence and be completed on or before _____

Proof of completion of work shall be filed on or before _____

Application of water to beneficial use shall be made on or before _____

Proof of the application of water to beneficial use shall be filed on or before _____

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

Completion of work filed _____ IN TESTIMONY WHEREOF, I _____

Proof of beneficial use filed _____ State Engineer of Nevada, have hereunto set my hand and the seal of my

Cultural map filed _____ office, this _____ day of _____,

Certificate No. _____ Issued _____ A.D. 19 _____

State Engineer

(0)-5314 (Rev.)
WITHDRAWN BY APPLICANT
Peter H. Morrison
MAY 24 1989
STATE ENGINEER