



THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of Permittee: WILLIAM R. COMBS AND SANDRA COMBS
AND MICHAEL W. GREENWELL

Source: WELL #2-B (UNDERGROUND)

Basin: STEPTOE VALLEY

Manner of Use: QUASI-MUNICIPAL

Period of Use: JANUARY 1ST THROUGH DECEMBER 31ST

Priority Date: 04/16/2004

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.

The point of diversion and place of use are as described on the submitted application to support this permit.

(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 0.1 cubic feet per second or 4.0 acre-feet annually.**

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

July 27 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

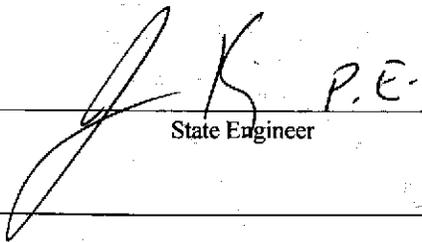
July 27 2014

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

N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 27th day of **July, 2012**



State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

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

Date of filing in State Engineer's Office APR 16 2004

Returned to applicant for correction

Corrected application filed

Map filed APR 16 2004 under 71060

The applicant Blue Diamond Oil Corp. hereby make(s) 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.) Blue Diamond Oil Corp. was incorporated in September 21, 1984 in Nevada.

- 1. The source of the proposed appropriation is underground, Well No. 2-B
2. The amount of water applied for is 0.1 second-feet
(a) If stored in reservoir give number of acre-feet
3. The water to be used for Quasi-Municipal
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 within the SW 1/4 NE 1/4 NE 1/4 SE 1/4 of Section 35, T.16N., R.63E., M.D.B.&M., or at a point from which the East 1/4 Corner of said Section 35, bears N. 60°54'55" E., 727.06 feet distant.
6. Place of Use within the NW 1/4 NE 1/4 NE 1/4 SE 1/4 and SW 1/4 NE 1/4 NE 1/4 SE 1/4 Section 35, T.16N., R.63E., M.D.B.&M.
7. Use will begin about January 1st and end about December 31st of each year.
8. Description of proposed works Drill well with pump, pressure tanks and associated service lines.
9. Estimated cost of works is \$25,000.00
10. Estimated time required to construct works 3 years
11. Estimated time required to complete the application of water to beneficial use 5 years
12. Remarks: This application is proposed to service two residences at an annual consumptive rate of 0.006 cfs., 24 hours per day, 365 days per year, for an estimated annual consumption of 1.314 Millon Gallons.

s/Dean Neubauer
By Dean Neubauer, P.L.S.
824 East Aultman Street
Ely, Nevada 89301

Compared cmf/sam
Protested 6/24/2004 by: Dean Day City of Ely
Pro. Overruled See Ruling #6179 5/7/12