Permit No. 75434T

TEMPORARY

THE STATE OF NEVADA

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

Name of applicant:	**ROUND MOUNTAIN GOLD CORPORATION, HOMESTAKE NEVADA CORPORATION, BARGOLD DBS SMOKY VALLEY COMMON OPERATION**
Source:	**UNDERGROUND**
Basin:	**BIG SMOKY VALLEY-NORTHERN PART**
Manner of Use:	**MINING AND MILLING**
Period of Use:	**January 1st to December 31st**
Priority Date:	**08/14/1981**

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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, place and manner of use of a portion of the waters of an underground source as heretofore granted under Permit 55503 is issued subject to the terms and conditions imposed in said Permit 55503 and with the understanding that no other rights on the source will be affected by the change proposed herein. 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. 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 temporary permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies, and is specifically issued contingent upon approval by the Nevada Division of Environmental Protection of the dewatering project.

This temporary permit is issued pursuant to the provisions of NRS 533.345 Section 2 and will expire one year from the date of approval at which time all rights herein granted shall revert to the right being changed by this temporary permit.

This source is located within an area designated by the State Engineer as provided in Nevada Revised Statutes § 534.030 (NRS). This temporary permit is issued as a preferred use as provided in NRS 534.120.

This temporary permit will allow the permittee to dewater the pit area. It is understood that any water obtained as a result of this dewatering operation shall be used first by the permittee for mining, milling, heap leaching, drilling, road watering, and other related mining and milling uses (hereinafter referred to as mining and milling

Any water pumped and not used for mining and milling purposes shall be infiltrated back to the Big Smoky Valley Groundwater Basin, Northern Part (137B). The permittee shall discharge water in a manner to achieve maximum conservation of the water resource.

(Continued on Page 2)

The total combined duty of water for consumptive purposes under Permits 536, 1077, Certificate 267; Permit 2908, Certificate 353; Permit 3898, Certificate 2347; Permit 12442, Certificate 3831; Permit 12445, Certificate 3832; Permit 12768, Certificate 3751; Permit 14119, Certificate 4889; Permit 26650, Certificate 13904; Permit 26652, Certificate 13905; Permits 44297, 44299, 44300, Certificate 13174; Permits 50971, 51577, Certificate 13185; Permit 51578,Certificate 13186; Permits 53365, 55498, 55500 through 55503, 59217, 59218, 60874 through 60876, 70169 through 70185 and Temporary Permits 74157T through 74169T, 74768T through 74799T, 74981T, 75368T through 75373T and 75433T through 75435T will not exceed 13,910 acre-feet annually.

The State Engineer will retain the right to require additional monitoring of the water levels in observation and monitor wells and of the flow rates of surface sources. The permittee, on a schedule acceptable to the State Engineer, shall prepare and present an update on the activities of the mine and the monitoring on a periodic basis, but not less than two times per year.

The State Engineer may require additional monitoring should conditions warrant such modification.

Monthly records shall be kept of the following and reported within 15 days after the end of each quarter:

A. The total volume of water pumped from each diversion in acre-feet.
B. The maximum flow rate from each diversion in cubic feet per second.
C. The pumping water level from each well in feet above mean sea level.
D. The volume of water consumptively used for mining and milling in acre-feet.
E. The amount of water diverted to the infiltration sites in acre-feet.
F. The amount of water diverted to other consumptive uses, if any, in acre-feet.
G. The amount of water lost through evaporation or other system losses project wide.
H. The status and flow rates of various surface water sources in the area that may be impacted by the dewatering.

The State retains the right to regulate pumping from the dewatering project and/or any other groundwater withdrawals herein authorized to protect the public interest and to protect existing rights.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed **0.012** cubic feet per second, **but not to exceed 8.69 acre-feet annually.**

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:	**N/A**
Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:	**N/A**
Map in support of proof of beneficial use shall be filed on or before:	**N/A**

IN TESTIMONY WHEREOF, I, TRACY TAYLOR, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 25th day of **June**, A.D. **2007**

Tracy Taylor, P.E.
State Engineer

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(Phase F Sump 2)

TEMPORARY

TEMPORARY Serial No. 75434T

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

THIS SPACE FOR OFFICE USE ONLY

Date of filing in State Engineer's Office MAR 1 2 2007

Returned to applicant for correction

Corrected application filed ..... Map filed MAR 1 2 2007 under 75434-T

The applicant Round Mountain Gold Corp, Homestake Nevada Corp, BaRGold Corp dba Smoky Valley Common Operation

P.O. Box 480 (Street and No. Or P.O. Box No.) of Round Mountain (City or Town)

Nevada 89045 (State and Zip Code No.), hereby make s application for permission to change the point of diversion, place and manner of use of a portion

of water heretofore appropriated under Permit # 55503 (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 sump collection of water from mining pit highwall seeps from underground sources (Phase F Sump 2) (Name of stream, lake, underground, spring or other sources.)
2. The amount of water to be changed 0.012 cfs (Second feet, acre-feet. One second foot equals 448.83 gallons per minute.)
3. The water to be used for mining activities (including reclamation), milling, and dewatering (Irrigation, power, mining, commercial, etc. If for stock state number and kind of animals. Must limit to one major use.)
4. The water heretofore used for mining, milling, and domestic (If for stock state number and kind of animals.)
5. The water is to be diverted at the following point within the SW ¼ of the NW ¼ of Section 29, T.10N, R. 44E, (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.) M.D.M at a point from which the NE corner of Section 29, T10N, R44E, bears N 58 degrees, 46 minutes, 58 seconds E for a distance of 4703.41 feet
6. The existing point of diversion is located within the SE1/4 of the SW1/4 of Section 19, T.10N., R.44E, (If point of diversion is not changed, do not answer.) M.D.B.&M., at a point from which the SW corner of said Section 19 T10N, R44E bears S. 84 degrees, 42 minutes, 03 seconds W, for a distance of 2459.01 feet

1378-44

75434-T

7. Proposed place of use within Sections 17, 18, 19, 20, 29, 30 & 31, T10N, R44E, M.D.B&M. (portions
Describe by legal subdivisions. If for irrigation state number of acres to be irrigated.

unsurveyed); Sections 13, 23, 24, 25, 26, 34, 35 & 36, T10N, R43E, M.D.B&M.; Section 6, T9N, R44E;
and Sections 1, 2, & 3 T9N, R43E, M.D.B.&M.

8. Existing place of use within sections 17, 18, 19, 20, 29 & 30 of T10N, R44E, MDB&M (portions
Describe by legal subdivisions. If permit is for irrigation, state number of acres irrigated. If changing place of use and/or manner

unsurveyed), and in Sections 13, 23, 24, 25, & 26 of T10N, R43E, MDB&M
of use of irrigation permit, describe acreage to be removed from irrigation.

9. Use will be from January 01 (Month and Day) to December 31 (Month and Day) of each year.

10. Use permitted from January 01 (Month and Day) to December 31 (Month and Day) of each year.

11. Description of proposed works. (Under the provision of NRS 535.010 you may be required to submit plans and specifications of your diversion or storage works Water seapage will be collected via a drainage system
State manner in which water is to be diverted, i.e. diversion structure, ditches,

into a sump. Sump will be pumped and water distributed .
pipes and flumes or drilled well, pump and motor, etc.

12. Estimated cost of works $5,780

13. Estimated time required to construct works 1 day
If well completed, describe well.

14. Estimated time required to complete the application of water to beneficial use Temporary right.

15. 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 serve to dewater the mining pit and to ensure highwall stability. The water developed will be co-mingled with other water rights held by the applicant and will be primarily utilized in the mining and milling processes, including associated reclamation activities.

By Carrie M. Dubray
Print or type name clearly

Carrie M. Dubray
Signature, applicant or agent

P.O. Box 480
Street and No., or P.O. Box No.

Round Mountain, NV 89045
City, State, Zip Code No.

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

$100 FILING FEE MUST ACCOMPANY APPLICATION

2007 MAR 12 PM 12:01

(Phase F Sump 2)