



THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of applicant: RECOVERY SOLUTIONS, INC.
Source: UNDERGROUND
Basin: CARSON DESERT
Manner of Use: COMMERCIAL
Period of Use: January 1st to December 31st
Priority Date: 07/25/2007

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.

Any well drilled under this permit shall be drilled in what has been described in the United States Geological Survey Water Supply Paper 2263 as the intermediate alluvial aquifer. In no instance shall the seal on this well be less than 100 feet below ground level

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

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.05 cubic feet per second or 4.48 acre-feet annually.

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

December 31, 2008

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

December 31, 2011

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 31st day of December, A.D. 2007

Handwritten signature of Tracy Taylor, P.E., for 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

THIS SPACE FOR OFFICE USE ONLY

Date of filing in State Engineer's Office JUL 25 2007

Returned to applicant for correction

Corrected application filed Map filed JUL 25 2007

The applicant Recovery Solutions, Inc.

801 17th St., Ste. B. of Modesto

Street and No. Or P.O. Box No. City and Town

California, 95354 hereby make..... application for permission to appropriate

State and Zip code No.

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.).....June 3, 1998, California.

President - Eric Bowman

Is applicant a U.S. citizen? Yes No

Is applicant 21 years of age or older? Yes No

NRS 533.325 requires that applicant be a citizen of the United State or have legally declared their intention to become a citizen, and that they be 21 years of age or older.

1. The source of the proposed appropriation is Underground

Name of stream, lake, spring, underground or other source

2. The amount of water applied for is 0.05 c.f.s. second feet.

One second foot equals 448.83 gallons per minute.

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

3. The water to be used for Commercial

Irrigation, power, mining, commercial, domestic or other use. Must limit to one major use.

4. If use is for:
 - (a) Irrigation, state number of acres to be irrigated n/a
 - (b) Stockwater, state number and kind of animals n/a
 - (c) Other use (describe fully "No. 12. Remarks") n/a
 - (d) Power:
 - (1) Horse Power developed n/a
 - (2) Point of return of water to stream n/a

LOI-CLT

5. The water is to be diverted from its source at the following point. Located in the SW 1/4-NW 1/4 of Sec 7, T.20N., R.29E.,
Describe as being within a 40-acre subdivision of public

M.D.B.&M, to a point that bears South 05° 37' 36" East, a distance of 1465.38 feet from the NW Corner of said
Section 7 survey, and by course and distance to section corner. If on unsurveyed land, it should be so stated

6. Place of use All of Section 7, T. 20N., R.29E., M.D.B.&M., a total of 626.50 acres.
Describe by legal subdivision. If on unsurveyed land, it should be so stated.

7. Use will begin aboutJanuary 1..... and end aboutDecember 31.....of each year.
Month and Day Month and Day

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.)Drilled Well, Pump, Storage Tank & Distribution System
State manner in which water is to be diverted, i.e. diversion structure,

ditches and flumes, drilled well with pump and motor, etc.

9. Estimated cost of works\$20,000.00.....

10. Estimated time required to construct works1 year.....
If well completed, describe works.

11. Estimated time required to complete the application of water to beneficial use4 years.....

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

Application is for a Processing Plant of water sanitation with a Security office/quarters, see attached Fixture
Count Sheet for water usage

TELEPHONE NUMBER

(.775..)423-2188.....

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

By Barry Fitzpatrick Barry Fitzpatrick
Signature, applicant or agent AGENT
178 S. Maine Street Street and No., or P.O. Box No.
Fallon, NV 89406 City, State, Zip code No.

\$250 FILING FEE MUST ACCOMPANY APPLICATION

RECEIVED
JAN 11 2005
11:23:30

FIXTURE COUNT FOR RECOVERY SOLUTIONS, INC.

| <u>Type of Fixture</u> | <u>Private Use</u> | <u>Public Use</u> | <u>No. of Fixtures</u> | <u>Fixture Unit Count</u> |
|----------------------------|--------------------|-------------------|------------------------|---------------------------|
| Coffee Maker | 3 | 5 | 2 | 10 |
| Drinking Fountain | 1 | 2 | | |
| Ice Maker | 3 | 8 | 1 | 8 |
| Dishwasher-Commercial | 8 | 15 | | |
| Dishwasher-Home | 2 | 4 | | |
| Laundry Machine-Commercial | 25 | 50 | | |
| Laundry Machine-Home | 2 | 14 | | |
| Laundry Tub/Tray | 2 | 4 | | |
| Lavatory Sink | 1 | 2 | 2 | 4 |
| Sink Kitchen | 2 | 4 | 1 | 4 |
| Sink Service | 2 | 4 | | |
| Sink Wash | 1 | 2 | | |
| Sink Bar | 1 | 2 | | |
| Bathtub/Shower | 1 | 2 | 1 | 1 |
| Urinal | 1 | 1.5 | 1 | 1.5 |
| Water Closet | 1.5 | 2.5 | 2 | 5 |
| Floor Sink | 2 | 4 | | |
| Hose Bibb | 3 | 5 | 6 | 30 |
| Car Wash Stall | 8 | 45 | | |

TOTAL FIXTURE UNIT COUNT: 63.5

OTHER

3,000 GPD

*Fixture Unit count x 15 gpd x 365 divided by 325851 gives acre-feet

1.066 AC. FT.

*Fixture Unit count x 15 = Daily demand in gallons

952.5 GPD

OTHER:

Consumption of 2,000 GPD of processed water and 1,000 GPD for wash down (1) 2.2 mil BTU Boiler (Lock In Var)

TOTAL WATER USAGE = 952.5 GPD + 3,000 GPD = 4,952.5 GPD ~ 4,000 GPD

TOTAL ESTIMATED WATER CONSUMPTION 4,000 GPD