

THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of applicant: KEVIN M. DINWIDDIE & CANDACE LISA DINWIDDIE AND
RONALD DEAN CONLEY & CINDY SUE CONLEY

Source: UNDERGROUND

Basin: LAMOILLE VALLEY

Manner of Use: IRRIGATION

Period of Use: January 1st to December 31st

Priority Date: 05/08/2008

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 well must be sealed with cement grout, concrete grout or neat cement from ground level to 100 feet.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is intended provide supplemental underground water to irrigate 20 acres within the described place of use covered by water from Lamoille Creek under Humboldt River Claim DHR-00412. All surface water rights must be used before underground water can be used.

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 0.25 cubic feet per second or 60.0 acre-feet annually, and not to exceed a yearly duty of 3.0 acre-feet per acre of land irrigated from any and/or all sources.

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

April 3, 2011

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

April 3, 2014

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

April 3, 2014

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

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 3rd day of April, A.D. 2009

K.L. Hunt P.E.
for State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

llb

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 MAY 08 2008

Returned to applicant for correction _____

Corrected application filed _____ Map filed MAY 08 2008

The applicant Kevin M. Dirwiddie & Candace Lisa Dirwiddie and Ronald Dean Conley & Cindy Sue Conley

P.O. Box 6010 of Elko
Street Address Or P.O. Box City or Town

Nevada, 89801 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.)

1. The source of water is Underground
Name of stream, lake, underground, spring or other sources
2. The amount of water applied for is 1.0 cfs second feet.
One second foot equals 448.83 gallons per minute.
 - (a) If stored in reservoir give number of acre-feet _____
3. The water to be used for Irrigation
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 20.00 acres
 - (b) Stockwater, state number and kind of animals _____
 - (c) Other use (describe fully in No. 12) _____
 - (d) Power:
 - (1) Horsepower developed _____
 - (2) Point of return of water to stream _____

45-E1

5. The water is to be diverted from its source at the following point: (Describe as being within a 40-acre subdivision of public survey, and by course and distance to a found section corner. If on unsurveyed land, it should be so stated.)

SW1/4 NW1/4 of Section 18, T.33 N., R.58 E., M.D.B. & M., at a point from which the West 1/4 Corner of said Section 18 bears S 75° 23' 47" W, 1209.45 feet.

6. Place of use (Describe by legal subdivision. If on unsurveyed land, it should be so stated)

Portion of the NW1/4 of Section 18, T.33 N., R.58 E., M.D.B. & M. (being all of Parcel No. 2, File No. 387618 and a Portion of Parcel C, File No. 335501)

7. Use will begin about January 1st and end about December 31st 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.) (State manner in which water is to be diverted, i.e. diversion structure, ditches and flumes, drilled well with pump and motor, etc.)

Drilled well, pump, motor, pipeline and ditches

9. Estimated cost of works: \$10,000

10. Estimated time required to construct works: 3 years
If well completed, describe works.

11. Estimated time required to complete the application of water to beneficial use 5 years

12. Provide a detailed description of the proposed project and its water usage (use attachments if necessary):
(Failure to provide a detailed description may cause a delay in processing.)

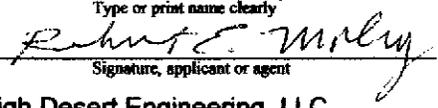
Drill and equip a well with pipelines to supply water to ditches to irrigate approximately 20.00 acres within the described place of use.

13. Miscellaneous remarks:

In addition to the applicant and agent please send copies of correspondence regarding this application to address: Ronald Dean Conley and Cindy Sue Conley, P.O. Box 2812-75, Lamoille, Nevada 89828
The water under this application will be supplemental to surface waters controlled by the applicant

remorley@frontiernet.net
E-mail Address

(775) 738-4053
Phone No.

By Robert E. Morley
Type or print name clearly

Signature, applicant or agent
High Desert Engineering, LLC
Company Name
640 Idaho Street
Street Address or P.O. Box
Elko, Nevada 89801
City, State, Zip Code

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

\$250 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION