



THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of applicant: PEQUOP CONSERVANCY, LLC
Source: UNDERGROUND
Basin: INDEPENDENCE VALLEY (PEQUOP VALLEY)
Manner of Use: STOCKWATERING
Period of Use: January 1st to December 31st
Priority Date: 11/03/2008

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 all existing rights on the source. 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 period of use and the average number of livestock served from the waters of this source. It is further understood that this right must allow for a reasonable lowering of the static water level at permittee's well due to any other ground water development in the area. The well shall be equipped with a 2-inch opening for measuring depth to water. If well is flowing, a valve must be installed and maintained to prevent waste. The State retains the right to regulate the use of the water herein granted at any and all times but does not take responsibility for the use of the Federal range.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined duty of water under Permits 77559, 77560, 77561, and 77562 shall not exceed that sufficient to water 500 head of cattle annually.

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 not exceed 0.016 cubic feet per second, but shall not exceed that sufficient to water 500 head of cattle annually.

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

May 19 2012

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

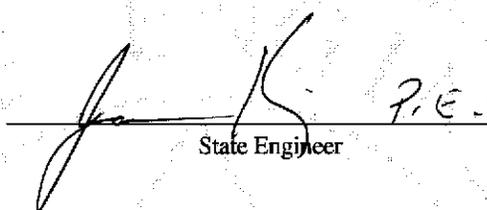
May 19 2015

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 19th day of May, A.D. 2010



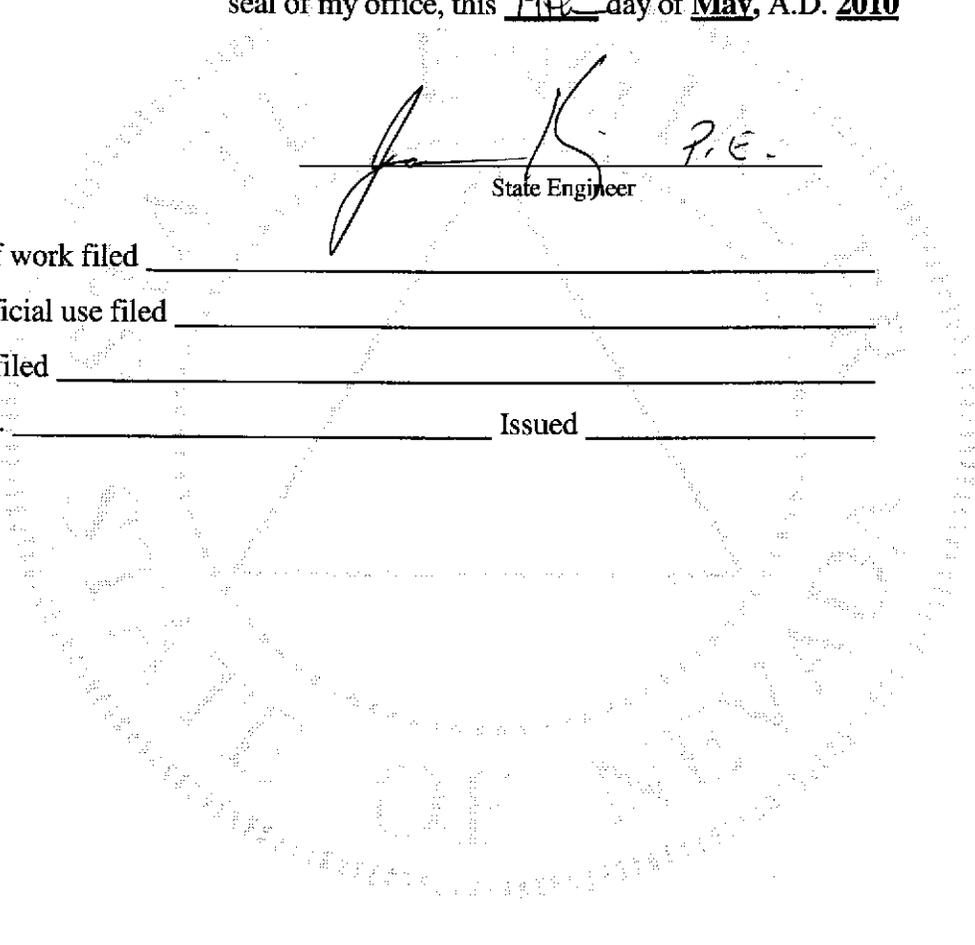
State Engineer

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 NOV 03 2008

Returned to applicant for correction _____

Corrected application filed _____ Map filed NOV 03 2008 under 77557

The applicant Peguop Conservancy, LLC

P.O. Box 7335 of Reno

Street Address Or P.O. Box City or Town

Nevada, 89510 hereby make(s) 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 26, 2008 in Nevada

1. The source of water is Underground
Name of stream, lake, underground, spring or other sources
2. The amount of water applied for is 0.016 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 Stockwater
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 _____
 - (b) Stockwater, state number and kind of animals 500 cattle
 - (c) Other use (describe fully in No. 12) _____
 - (d) Power:
 - (1) Horsepower developed _____
 - (2) Point of return of water to stream _____

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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.)

SE1/4 SE1/4 of Section 29, T.38 N., R.64 E., M.D.B. & M., at a point from which the
Southeast Corner of said Section 29 bears S 49° 30' 48" E, 523.36 feet.

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

The SE1/4 SE1/4 of Section 29, T.38 N., R.64 E., M.D.B. & M.

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 troughs

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 troughs to water 500 cattle within the
proposed place of use.

13. Miscellaneous remarks:

remorley@frontiernet.net
E-mail Address

(775) 738-4053
Phone No.

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

250 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Revised 11-07

Robert E. Morley
Type or print name clearly

By

Robert E. Morley
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

STATE ENGINEERS OFFICE

NOV 3 2008 PM 5:14

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