Permit No. 77561

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**

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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 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.

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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**

P.E.

State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

Application No. 77561

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 0 3 2008

Returned to applicant for correction _____

Corrected application filed _____ Map filed NOV 0 3 2008 under 77557

The applicant Pequop Conservancy, LLC

P.O. Box 7335 (Street Address Or P.O. Box) of Reno (City or Town)

Nevada, 89510 (State and Zip code No.) 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.)

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 (One second foot equals 448.83 gallons per minute.) second feet.
   (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.)

SW1/4 SW1/4 of Section 10, T.36 N., R.64 E., M.D.B. & M., at a point from which the Southwest Corner of said Section 10 bears S 53° 16' 34" W, 183.38 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 9, T.36 N., R.64 E., M.D.B.& M.

7. Use will begin about January 1st (Month and Day) and end about December 31st (Month and Day) of each year.

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

Robert E. Morley
Type or print name clearly

By Robert E. Morley
Signature, applicant or agent

(775) 738-4053
Phone No.

High Desert Engineering, LLC
Company Name

640 Idaho Street
Street Address or P.O. Box

Elko, Nevada 89801
City, State, Zip Code

STATE ENGINEER'S OFFICE
2008 NOV -3 PM 1:57
RECEIVED

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

$250 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Revised 11-07