Permit No. 77922

AMENDED

THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of applicant:	**GENERAL GOLD CORPORATION**
Source:	**UNDERGROUND**
Basin:	**BUFFALO VALLEY**
Manner of Use:	**MINING AND MILLING**
Period of Use:	**January 1st to December 31st**
Priority Date:	**01/21/2009**

****

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 issued under the provisions of NRS 533.371 for a finite period of time. This permit will expire on **June 30, 2019** and all rights herein will revert back to the source. 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. The State retains the right to regulate the use of the water herein granted at any and all times.

The permittee shall keep monthly records of the amount of water pumped from this well and the records must be submitted to the State Engineer on an annual basis within 30 days after the end of each calendar year.

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.

This permit is issued under the preferred use provisions of NRS Chapter 534.

The manner of use of water under this permit is by nature of its activity a temporary use and any applications to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resources within the groundwater basin.

(Continued on Page 2)

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 1.34 cubic feet per second or 970.12 acre-feet annually**.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before: **August 5, 2011**

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before: **August 5, 2012**

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 17th day of **February**, A.D. **2010**

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

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

llb

See Amended

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THE STATE OF NEVADA

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(Continued on Page 2)

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 1.34 cubic feet per second or 325.0 acre-feet annually**.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before: **August 5, 2011**

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before: **August 5, 2012**

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 5th day of **August**, A.D. **2009**

Tracy Taylor, P.E.
State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

llb

Application No. 77922

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 JAN 2 1 2009

Returned to applicant for correction _____

Corrected application filed _____ Map filed JUL 2 2 2008 under 77189

The applicant General Gold Corporation

1615 Sierra Rose Drive (Street Address or P.O. Box) of Reno (City or Town)

Nevada, 89511 (State and Zip Code) 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.)

Nevada Corporation Incorporated July 17, 1998

1. The source of water is Underground (Name of stream, lake, underground, spring or other sources.)
2. The amount of water applied for is 1.34 (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 Mining and Milling (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 _____
   (c) Other use (describe fully in No. 12) Mining and Milling
   (d) Power:
      (1) Horsepower developed _____
      (2) Point of return of water to stream _____

131-LD

77922

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.)
SW 1/4 SW 1/4, Section 28, T31N, R43E, MDM or a point from which the NW Corner of Section 20, T31N, R43E, MDM bears N 31° 09' 48.32" W, a distance of 11,726 feet.

6. Place of use: (Describe by legal subdivision. If on unsurveyed land, it should be so stated.)
Portions of SW 1/4 and NW 1/4, Section 28, T31N, R43~~N~~E, MDM
Portions of N 1/2, NW 1/4, Section 33, T31N, R43E, MDM.

9AD 11/28/09

7. Use will begin about January 1 (Month and Day) and end about December 31 (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.)
Drill well with pump and motor, water transmission line, storage tank/pond, drip system (emittors)

9. Estimated cost of works: $150,000

10. Estimated time required to construct works: 2 years
(If well completed, describe works.)

11. Estimated time required to complete the application of water to beneficial use: 3 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.)
The General Gold Corporation will reopen the former Independence Mine for extraction of gold and silver. Water will be used for precious metals processing. Process will allow reuse of approx. 75% total process throughput. 25% of the water will be lost to process through solution retention and evaporation. It is anticipated that the Independence Mine will be closed after 10 (ten) years of operation.

13. Miscellaneous remarks:
This application is submitted for temporary use only for an anticipated period of 10 (ten) years.

Refer to Map filed with Application No. 77189 on July 22, 2008.

2009 JAN 21 AM 11:45
STATE ENGINEER'S OFFICE

erik@dyerengineering.com
E-mail Address

775-852-1440
Phone No.

Erik Beyer, P.E.
Type or print name clearly

By Erik Beyer AGENT
Signature, applicant or agent

Dyer Engineering Consultants, Inc.
Company Name

5442 Longley Lane, Suite A
Street Address or P.O. Box

Reno, NV 89511
City, State, Zip Code

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

$250 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Revised 11-07