Permit No. 78435

THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of Permittee:	**GENERAL GOLD CORPORATION**
Source:	**UNDERGROUND**
Basin:	**BUFFALO VALLEY**
Manner of Use:	**MINING AND MILLING**
Period of Use:	**JANUARY 1ST THROUGH DECEMBER 31ST**
Priority Date:	**05/04/2009**

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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 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.

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 total combined duty of water under Permits 77922 and 78435 shall not exceed a duty of 1428.0 acre-feet annually.

The manner of use of water under this permit is by nature of its activity a temporary use and any application 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 resource within the groundwater basin.

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 be limited to the amount which can be applied to beneficial use, **and not to exceed 2.01 cubic feet per second or 1428.0 acre-feet annually.**

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:	**January 14 2016**
Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:	**January 14 2019**
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 14th day of **January, 2014**

J. K. P.E.

State Engineer

Application No. 78435

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 0 4 2009

Returned to applicant for correction _____

Corrected application filed _____ Map filed MAY 0 4 2009

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 2.01 1428 AFA 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 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) _____
   (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.)
SE 1/4 NW 1/4, Section 17, T30N, R43E, MDM or a point from which the NE Corner of Section 17, T30N, R43E, MDM bears N 53° 55' 39.47" ~~W~~ E a distance of 4,103 feet.

wtr 5/6/09

6. Place of use: (Describe by legal subdivision. If on unsurveyed land, it should be so stated.)
N 1/2 and SW 1/4, Section 17, T30N, R43E, MDM

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, re-cycling pipe system, distribution system with drip lines and emittors.

9. Estimated cost of works: $450,000

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.

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

erik@dyerengineering.com
E-mail Address

775-852-1440
Phone No.

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

By [signature]
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

Protested: June 30, 2009, by Pershing County Water Conservation District of Nevada; June 30, 2009, by Newmont USA Limited