



ENVIRONMENTAL

THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of applicant: BAKER HUGHES OIL FIELD OPERATIONS
DBA BAKER HUGHES DRILLING FLUIDS

Source: OTHER GROUND WATER

Basin: LOWER REESE RIVER VALLEY

Manner of Use: ENVIRONMENTAL

Period of Use: January 1st to December 31st

Priority Date: 11/25/2009

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 environmental permit is issued subject to existing rights on the source. It is understood that the amount of water herein granted is only a temporary allowance for pollution control as mandated by orders issued by the Nevada Division of Environmental Protection and subsequent correspondence with said agency. The right will cease to exist upon termination of clean up activity as determined by the Nevada Division of Environmental Protection. A totalizing meter must be installed and maintained in the discharge pipeline and monthly records of this measurement shall be submitted on an annual basis not later than February 15th of each year. The State retains the right to regulate the use of water granted herein at any and all times.

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

The issuance of this environmental 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 3.34 cubic feet per second or 76.73 acre-feet annually.

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

April 29, 2011

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

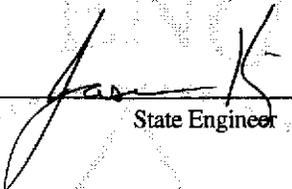
N/A

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 29th day of April, A.D. 2010



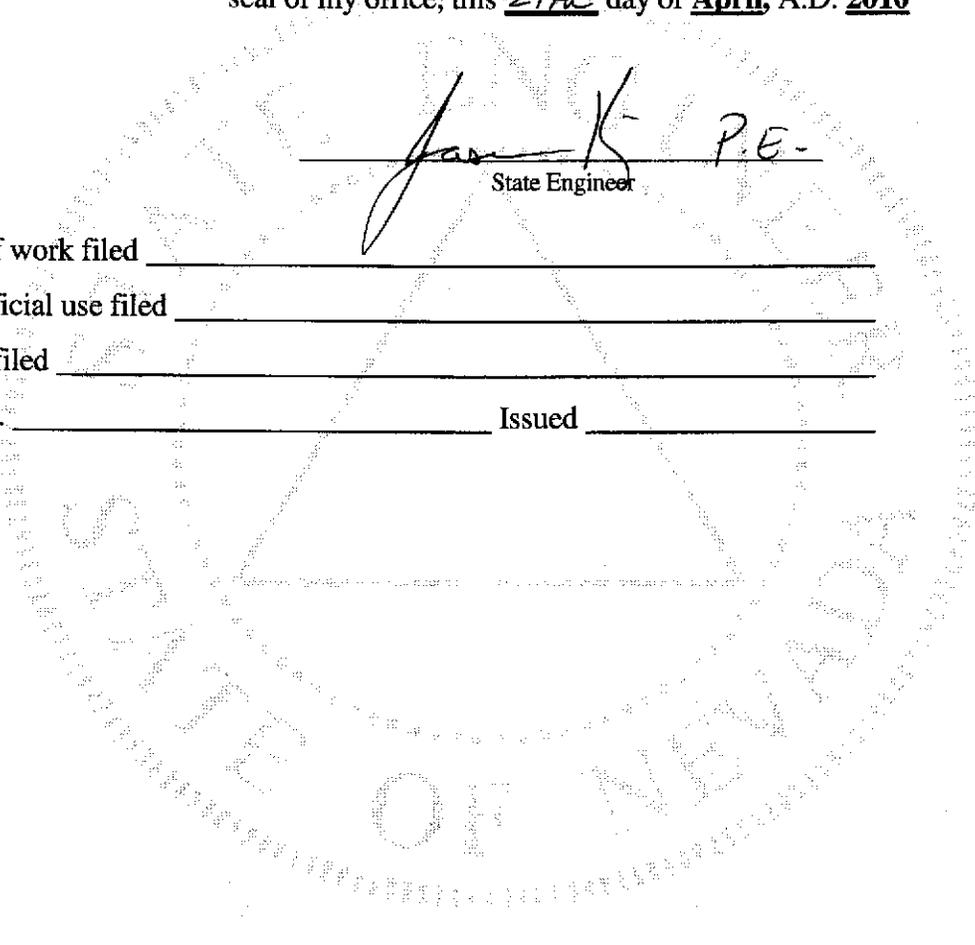
State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____



AMENDED

Application No. **79049 E**

**APPLICATION FOR PERMIT TO APPROPRIATE THE PUBLIC
WATERS OF THE STATE OF NEVADA
FOR ENVIRONMENTAL PURPOSES**

THIS SPACE FOR OFFICE USE ONLY

Date of filing in State Engineer's Office NOV 25 2009

Returned to applicant for correction DEC 04 2009

Corrected application filed DEC 18 2009 Map filed DEC 18 2009

The applicant Baker Hughes Oilfield Operations, Inc.

P.O. Box 277

of Battle Mountain

Street Address or PO Box

City or Town

Nevada 89820

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.)

1973, California

1. The source of the proposed appropriation is other groundwater
Name of stream, lake, spring, underground or other source

2. The amount of water applied for is 3.34 second feet.
One second foot equals 448.83 gallons per minute

(a) If stored in reservoir, give number of acre-feet 76,727

3. Remediation Order or Letter (attach copy)
State of Nevada, Department of Conservation and Natural

(a) Issued by Resources, Division of Environmental Protection

(b) Order, Permit or Plan number NEV 91045

(c) Date issued 9 November 2009

4. The water is to be diverted from its source at the following point:

F Pit Lake, in the NE¼SE¼ of Section 24, T32N, R46E, MDB&M. At a point from which the NE Corner of Said Section 24 bears N08° 52'E, a distance of 3,116.0 feet.

Describe as being within a 40-acre subdivision of public survey, and by course and distance to section corner. If on unsurveyed land, it should be so stated.

5. Place of use:

Evaporation pond in the NW $\frac{1}{4}$ SW $\frac{1}{4}$ & SW $\frac{1}{4}$ SW $\frac{1}{4}$ of Section 19, T32N, R47E, MDB&M.
MDB&M.

Describe by legal subdivision. If on unsurveyed land, it should be so stated.

6. Use will begin about January 1 and end about December 31 of each year.
Month and Day Month and Day

7. Description of proposed works.

A portable centrifugal pump, installed in a flooded open pit barite mine, will pump pit lake water into a 12" diameter pipe line, approximately 4,200 feet long, delivering the water to a lined evaporation pond at the place of use.

State manner in which water is to be diverted, i.e. diversion structure, ditches and flumes, drilled well with pump and motor, etc.

8. Estimated cost of works \$750,000

9. Estimated time required to construct works

Four months

If well completed, describe works.

10. Remarks: Describe project

Flooded open pit barite mine must be dewatered prior to being partially back filled with select buffering borrow material. The pit will subsequently be used as a disposal site for normal mine waste and overburden.

STATE OF COLORADO
2009 DEC 18 AM 9:49

By



Signature, applicant or agent

970 254 0128

Phone Number

970 254 0128 W T Cohan SWS No. 868

Name

cohanpe@bresnan.net

E-mail

W T Cohan & Associates, Inc.

Street Address or PO Box

P.O. Box 2226

City, State, ZIP Code

Grand Junction, Colorado 81502-2226

**APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT**

\$150 FILING FEE MUST ACCOMPANY APPLICATION