THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of applicant:	**TUFFY RANCH PROPERTIES, LLC**
Source:	**UNDERGROUND**
Basin:	**LAKE VALLEY**
Manner of Use:	**IRRIGATION**
Period of Use:	**JANUARY 1ST TO DECEMBER 31ST**
Priority Date:	**12/28/2009**

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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. This source is located within an area designated by the State Engineer, pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and all other wells at Atlanta Farms and the records 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 net consumptive duty of water appropriated under Permits 79104, 79105, 79106, 79107, 79108, 79109, 79110, 789111, 79112, 79113, 79114, 79115, 79116, 79117, 79118, 79119, 79120, 79121, 79122, 79123, 79124, 79125, 79126, 79127, 79128, 79129, 79130, 79131 and 79637 and Change Permits, for municipal exportation to Coyote Springs Valley, under Permits 72296, 72297, 72298, 72299, 72300, 72301, 72302, 72303, 72304, 72305, 72306, 72308, 72309, 72310, 72311, 72312, 72313, 72314, 72315, 72316, 72317, 72318, 72319, 72320, 72321, 72322, 72323, 72324, 72325, 72329, 72330, 72331, 72332, 72333, 72334, 72335, 72336, 72337, 72338, 72339, 72346, 72347, 72348 and 72349 shall not exceed 11,300 acre-feet annually.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

(Continued on Page 2)

Upon commitment of water for subdivisions or parceling and/or any commencement of pumping of water for exportation for municipal purposes from Lake Valley under Change Permits 72296, 72297, 72298, 72299, 72300, 72301, 72302, 72303, 72304, 72305, 72306, 72308, 72309, 72310, 72311, 72312, 72313, 72314, 72315, 72316, 72317, 72318, 72319, 72320, 72321, 72322, 72323, 72324, 72325, 72329, 72330, 72331, 72332, 72333, 72334, 72335, 72336, 72337, 72338, 72339, 72346, 72347, 72348 and 72349, an equivalent amount of water shall be withdrawn from the in-basin irrigation use as described under Permits 79104, 79105, 79106, 79107, 79108, 79109, 79110, 789111, 79112, 79113, 79114, 79115, 79116, 79117, 79118, 79119, 79120, 79121, 79122, 79123, 79124, 79125, 79126, 79127, 79128, 79129, 79130, 79131 and 79637 and the appurtenant ground shall be fallowed prior to the subsequent irrigation season. This means that for every 2.9 acre-feet of municipal water committed or pumped under the change permits, 4.0 acre-feet must be withdrawn from the in-basin irrigation permits. The irrigation permit, or portion thereof, chosen to return to the source and the appurtenant ground fallowed shall be determined by the applicant and must be approved by the State Engineer.

This permit is limited to the irrigation of 200.0 acres within the above described place of use.

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 3.664 cubic feet per second or 800.0 acre-feet annually, and not to exceed an annual duty of 4.0 acre-feet per acre of land irrigated from any and/or all sources.**

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before: **April 29 2012**

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before: **April 29 2014**

Map in support of proof of beneficial use shall be filed on or before: **April 29 2014**

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. **2011**

P.E.

State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

Application No. 79106

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 DEC 28 2009

Returned to applicant for correction _____

Corrected Application filed _____ Map filed DEC 28 2009 under 79104

The applicant Tuffy Ranch Properties, LLC

6600 N. Wingfield Parkway (Street Address or P.O. Box) of Sparks (City or Town)

NV 89436 (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.)

The applicant is a Nevada limited liability company organized in Nevada on May 28, 2004.

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1. The source of water is underground (Well Agra 3)
   Name of the stream, lake, underground, spring or other sources.
2. The amount of water applied for is 3.664 cfs (800.0 afa)
   One second foot equals 448.83 gallons per minute.
   (a) If stored in a reservoir give the number of acre-feet _____
3. The water is to be used for irrigation
   Irrigation, power, mining, commercial, domestic or other use. Must be limited to one major use.
4. If use is for:
   (a) Irrigation, state number of acres to be irrigated 200 acres
   (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 _____

Revised 07/09

183-L1

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.)

SE¼NW¼ of Section 29, T6N, R66E, M.D.M., or at a point from which the NW corner of said Section 29, ~~T6N, R66E, M.D.M.~~ bears N62°37'09"W, a distance of 2,954.10 feet. SNC

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

A total of 200.0 acres within the S½SE¼ of Section 19; S½S½ of Section 20; SW¼SW¼ of Section 21; W½NW¼ of Section 28; N½N½; S½NE¼ and the SE¼NW¼ of Section 29; and the N½NE¼ of Section 30, all in T6N, R66E, M.D.M., Lincoln County, NV.

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 a pump and motor, etc.)

Existing equipped well and irrigation system.

9. Estimated cost of works: Works were completed under 22557 (Well Agra 3).

10. Estimated time required to construct works: Diversion works are completed.
(If the well is complete, 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.)

See attached Supplement.

13. Miscellaneous remarks:

The applicant understands this permit and the associated series of permits, if issued, will be temporary in nature. The right to pump water under the permits within this series of permits will expire from time to time concurrently with the export of water from the basin in an amount equivalent to the corresponding consumptive use duty being exported in accordance with Ruling #5918 and Permits 72296 - 72306, 72308 - 72325, 72329 - 72339 and 72346 - 72349.

Carl D. Savely
Type or print name clearly

csavely@resortatredhawk.com
E-mail Address

Carl D. Savely
Signature, applicant or agent

775-321-5940
Phone No.

Wingfield Nevada Group Management Company, LLC
Company Name

6600 N. Wingfield Parkway
Street Address or PO Box

Sparks, NV 89436
City, State, ZIP Code

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

2009 DEC 28 AM 9:49

Revised 07/09 $300 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

SUPPLEMENT
TO
APPLICATION TO APPROPRIATE THE PUBLIC WATERS
OF THE STATE OF NEVADA
(Well Agra 3)

12. Continuing irrigation at Atlanta Farms of a total of 200.0 acres from Well Agra 3 using existing well and irrigation equipment. Upon commitment of water for subdivisions or parceling and/or any commencement of pumping water for exportation for municipal purposes from Lake Valley under the permits approved under the State Engineer's Order #5918, dated December 3, 2008, an equivalent amount of water shall be withdrawn from the in-basin irrigation use as described under this application (or the associated applications) and the appurtenant ground shall be fallowed prior to the subsequent irrigation season.