

THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of applicant: RAY D. AND TOMMI MARTIN REYNOLDS
Source: UNDERGROUND
Basin: MARYS RIVER AREA
Manner of Use: QUASI-MUNICIPAL
Period of Use: January 1st to December 31st
Priority Date: 05/11/1983

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 to change the place of use of the waters of an underground source as heretofore granted under Permit 46894 is issued subject to the terms and conditions imposed in said Permit 46894 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and 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 the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. 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.

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.

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 0.02 cubic feet per second or 11.2 acre-feet annually.

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

September 16 2011

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

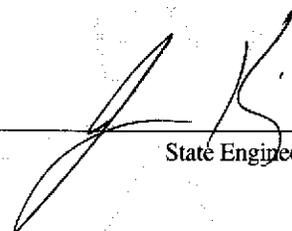
September 16 2012

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 16th day of September, A.D. 2010



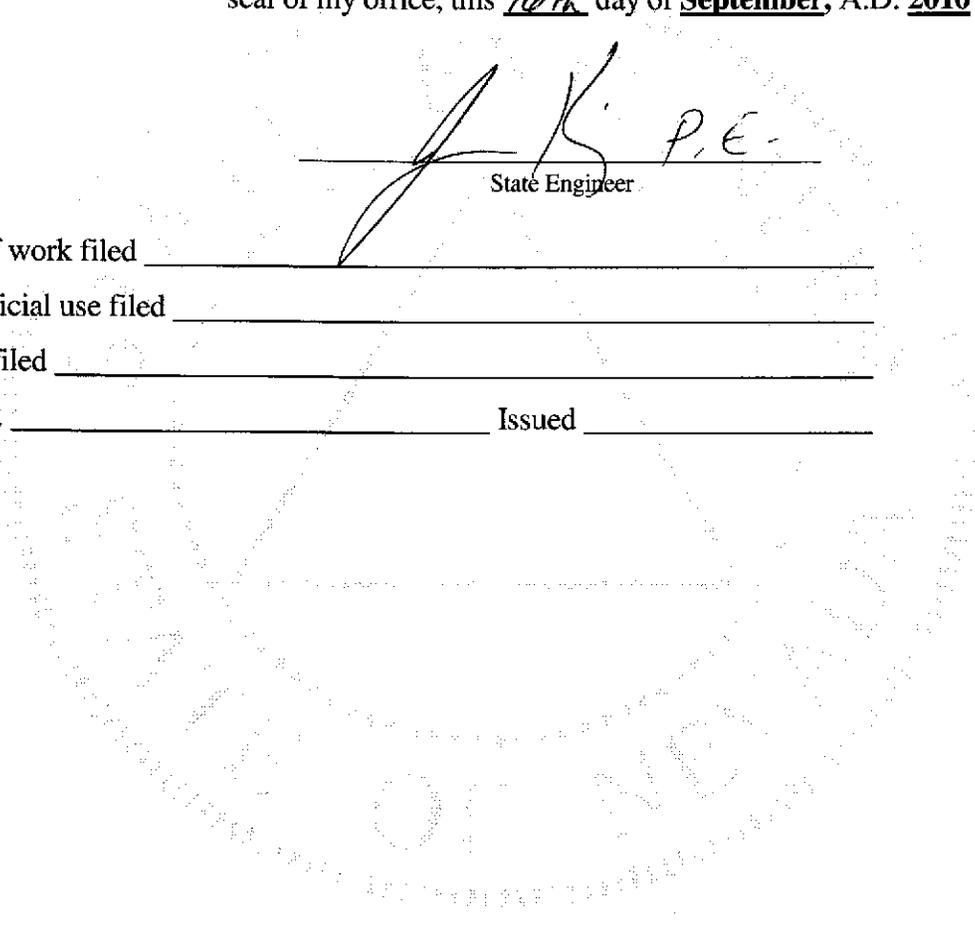
State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____



APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

THIS SPACE FOR OFFICE USE ONLY

Date of filing in State Engineer's Office JAN 21 2010

Returned to applicant for correction _____

Corrected application filed _____ Map filed JAN 21 2010

The applicant Ray D. and Tommi Martin Reynolds

P.O. Box 402 of Wells
Street Address or P.O. Box City or Town

Nevada 89835, hereby make(s) application for permission to change the
State and Zip Code

- Point of diversion Place of use Manner of use of a portion

of water heretofore appropriated under (Identify existing right by Permit, Certificate, Proof or Claim Nos. If Decreed, give title of Decree and identify right in Decree)

Permit 46894

1. The source of water is Underground
Name of stream, lake, underground, spring or other sources.

2. The amount of water to be changed 0.02 cfs 3.65 million gallons annually
Second feet, acre-feet. One second foot equals 448.83 gallons per minute.

3. The water to be used for Quasi-Municipal
Irrigation, power, mining, commercial, etc. If for stock state number and kind of animals. Must limit to one major use.

4. The water heretofore used for Quasi-Municipal
If for stock state number and kind of animals.

5. The water is to be diverted 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.)
NW1/4 NW1/4 of Section 15, T.37 N., R.62 E., M.D.B. & M., at a point from which the Northwest corner of said Section 15 bears N 26° 52' 36" W, 975.50 feet.

6. The existing point of diversion is located within (If point of diversion is not changed, do not answer)
Same as the proposed Point of Diversion

Handwritten initials

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)
Portions of the NW1/4 NW1/4, SW1/4 NW1/4 of Section 15, (APN's 008-34B-001, 008-34B-003, 008-34B-004 and 008-34B-005), Portions of the NE1/4 NE1/4 of Section 16, (APN's 008-34A-039, 008-34A-040, 008-34A-041, 008-34A-043 and 008-34A-045), all in T.37 N., R.62 E., M.D.B. & M.
8. Existing place of use (Describe by legal subdivisions. If changing place of use and/or manner of use of irrigation permit, describe acreage to be removed from irrigation.)
Portions of the NW1/4 NW1/4, SW1/4 NW1/4, NW1/4 SW1/4 of Section 15, portions of the NE1/4 SE1/4 of Section 16, T.37 N., R.62 E., M.D.B. & M.

9. Use will be from January 1st to December 31st of each year.
Month and Day Month and Day
10. Use permitted from January 1st to December 31st of each year.
Month and Day Month and Day

11. Description of proposed works. (Under the provision 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, pipes and flumes or drilled well, pump, and motor, etc.)
Drilled well and pipelines.

12. Estimated cost of works \$10,000

13. Estimated time required to construct works 3 years
If well completed, describe well.

14. Estimated time required to complete the application of water to beneficial use 5 years

15. 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 water applied for under this application will serve 10 homes. The estimated annual consumptive use will be 3,650,000 gallons per year.

16. Miscellaneous remarks:
This application to change the place of use is being filed to correctly illustrate the parcels being served and intended to be served by the waters under this permit as required in the letter dated December 13, 2007 from Mr. Scott Clark, Division of Water Resources.

remorley@frontiernet.net
E-mail Address

(775) 738-4053
Phone No.

APPLICATION MUST BE SIGNED
 BY THE APPLICANT OR AGENT

Robert E. Morley
Type or print name clearly

Robert E. Morley
Signature, applicant or agent

High Desert Engineering, LLC
Company Name

640 Idaho Street
Street address or P.O. Box

Elko, Nevada 89801
City, State, Zip Code