

THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of applicant: QUINN RIVER CROSSING RANCH, LLC
Source: BILK CREEK
Basin: PINE FOREST VALLEY
Manner of Use: IRRIGATION
Period of Use: January 1st to December 31st
Priority Date: 06/19/1950

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 and manner of use of the waters of Bilk Creek as heretofore granted under Permit 13421, Certificate 4374 is issued subject to the terms and conditions imposed in said Permit 13421, Certificate 4374, and with the understanding that no other rights on the source will be affected by the change proposed herein. A substantial headgate and measuring device must be installed and maintained to facilitate the measurement and control of water. The State reserves the right to regulate the use of the water under this proposed change 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 total combined duty of water under a portion of Permit 16746, Certificate 5641 (148.5 acres/263.83 acre-feet); a portion of Permit 13421, Certificate 4374 (117.38 acres/469.52 acre-feet) and Permits 79456, 79457, 79458, 79459, 79460, 79461, and 79462 shall not exceed 2,500.08 acre-feet for the irrigation of 625.02 acres within the described place of use. Within this place of use, there are 359.95 acres (1,439.80 acre-feet) of underground rights, not supplemental to surface water. There are 265.07 acres (1,060.28 acre feet) of surface water within which there are 254.28 acres (743.32 acre-feet) of supplemental groundwater.

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 3.74 cubic feet per second and not to exceed 590.97 acre-feet annually, but not to exceed 4.0 acre-feet per acre 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:

August 30 2011

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

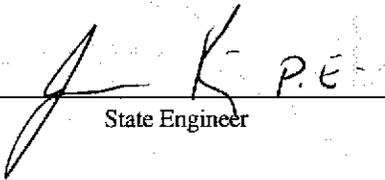
August 30 2013

Map in support of proof of beneficial use shall be filed on or before:

August 30 2013

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 30th day of August, A.D. 2010



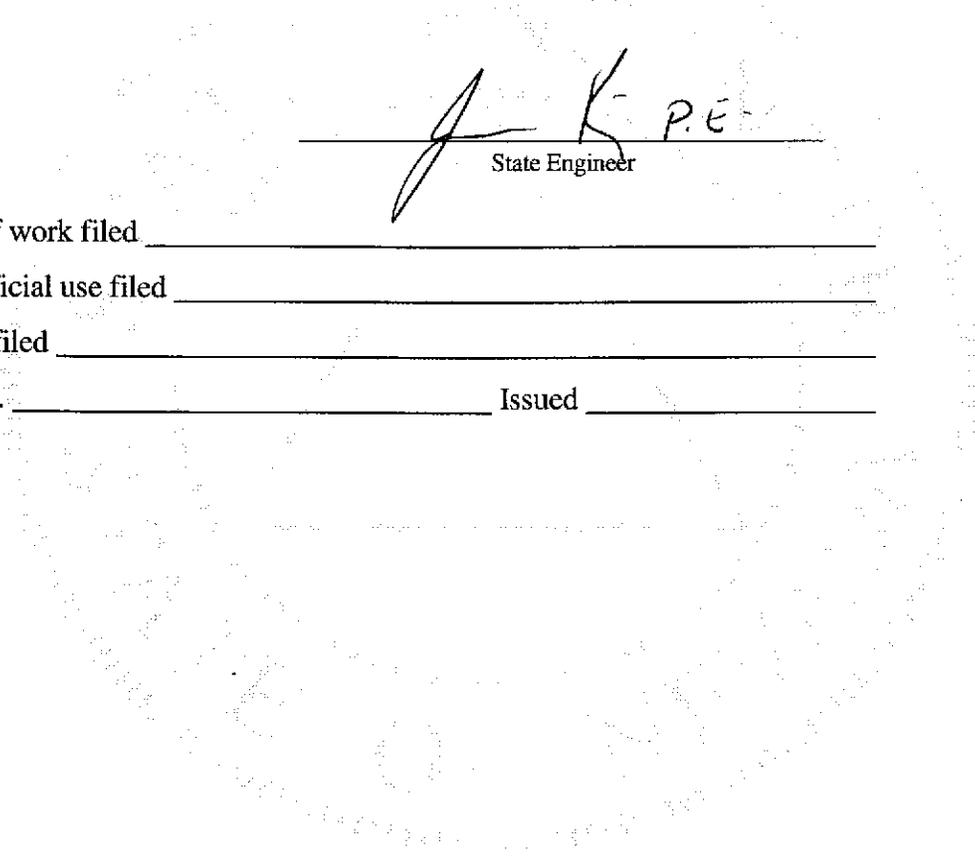
State Engineer

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 FEB 01 2010

Returned to applicant for correction _____

Corrected application filed _____ Map filed Aug. 20, 1955 under 16744

The applicant Quinn River Crossing Ranch, LLC
1100 Glen Road of Lafayette
Street Address or PO Box City or Town
California 94549 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 rights by Permit, Certificate, Proof or Claim Nos. If Decreed, give title of Decree and identify right in Decree.)

Permit 13421, Certificate 4374

1. The source of water is Bilk Creek
Name of stream, lake, underground, spring or other sources.
2. The amount of water to be changed 3.74 c.f.s.
Second feet, acre-feet. One second foot equals 448.83 gallons per minute.
3. The water to be used for Irrigation
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 Irrigation and Domestic
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 stated.)
SE¼NE¼ Section 4, T. 43N., R. 32E., M.D.M., or at a point from which the NE corner of said Section 4 bears N. 2° 47' E., a distance of 2100.0 feet. See supporting Proof of Beneficial Use map on file under Permit 16744.
6. The existing point of diversion is located within (If point of diversion is not changed, do not answer.)
No Change

29-HW

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

147.69 acres within the SW¼NW¼, W¼SW¼ Section 16; S¼NE¼, SE¼ Section 17; E¼, NE¼SW¼ Section 20; W¼W¼ Section 21, All in T. 43N., R. 32E., M.D.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.)

That portion of the place of use described under Certificate 4374 being removed from irrigation under this application is 147.69 acres within the SE¼SW¼ (7.36 ac.), SW¼SE¼ (27.29 ac.), N¼SE¼ (55.63 ac.) Section 2; NE¼NW¼ (26.63 ac.), NW¼NE¼ (30.78 ac.) Section 11; all in T. 42N., R. 31E., M.D.M. See supporting Proof of Beneficial Use map on file under Permit 16744.

9. Proposed use will be from January 1 to December 31 of each year.
Month and Day Month and Day

10. Existing use permitted from April 1 to September 30 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.)

Dam and reservoir on Bilk Creek with irrigation ditches and structures to distribute water within the Place of Use.

12. Estimated cost of works over \$100,000

13. Estimated time required to construct works Works complete for diversion

If well completed, describe well.

14. Estimated time required to complete the application of water to beneficial use 3 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.)

This application, made in conjunction with other applications to move ground water supplemental to Bilk Creek water, is to serve additional areas in the upper portion of the ranch with better agricultural production and which are closer to the water sources.

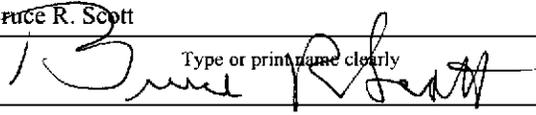
16. Miscellaneous remarks:

See attached

E-mail Address
775-883-1600
Phone No.

Bruce R. Scott

Type or print name clearly



Signature, applicant or agent

Resource Concepts, Inc.

Company Name

340 N. Minnesota Street

Street Address or PO Box

Carson City, Nevada 89703

City, State, ZIP Code

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

2010 FEB 1 1-33 010Z

***ATTACHMENT TO APPLICATION TO CHANGE A PORTION OF
PERMIT 13421, CERTIFICATE 4374 - BILK CREEK***

16. Please use Proof of Beneficial Use map on file under 16744 to support the proposed and existing Point of Diversion and the existing Place of Use.

The purpose of this change and the two Applications being filed to change underground supplemental rights under Permit 16745 is to completely remove water rights from the forty-acre parcels described in the respective existing places of use. It is understood that the acreage being stripped under this Application is slightly greater than the acreage under the two underground changes.