Permit No. 80825

THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of Permittee:	**KYLE CANYON RANCH, LLC**
Source:	**UNDERGROUND**
Basin:	**LAS VEGAS VALLEY**
Manner of Use:	**COMMERCIAL**
Period of Use:	**JANUARY 1ST TO DECEMBER 31ST**
Priority Date:	**05/05/2011**

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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.

Upon cessation of pumping for commercial purposes at this place of use, water under this permit shall return to the source and no application to change or relinquishment will be allowed.

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.

This permit is issued under the provisions of NRS 534.120(2) as a preferred use under State Engineers Order #1054.

This permit is issued for commercial and domestic purposes within the described place of use, further identified by the Clark County Assessor as APN 126-08-401-010.

(Continued on Page 2)

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 for commercial and domestic purposes, **and not to exceed 0.1 cubic feet per second or 2.0 acre-feet annually.**

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:	**November 22 2012**
Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:	**November 22 2014**
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 22nd day of **November**, A.D. **2011**

for P.E.
State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

Application No. 80825

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 5 2011

Returned to applicant for correction _____

Corrected application filed _____ Map filed MAY 0 5 2011

The applicant Kyle Canyon Ranch, LLC

14050 Kyle Canyon Road (Street Address or P.O. Box) of Las Vegas (City or Town)

Nevada 89166 (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 co-partnership or association give names of members.)

Kyle Canyon Ranch, LLC incorporated 03/16/2011 in the State of Nevada

1. The source of water is an underground source
   Name of stream, lake, underground, spring or other sources.
2. The amount of water applied for is 0.10 cubic feet per second, 2.0 acre-feet per year second feet.
   One-second foot equals 448.83 gallons per minute.
   (a) If stored in reservoir give number of acre-feet N/A
3. The water to be used for commercial and domestic purposes
   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 stated.)

Within the Southeast Quarter (SE ¼) of the Southwest (SW ¼) of Section 08, Township 19 South, Range 59 East, M.D.B.&M., or at a point from which the Southwest Corner of Section 08, Township 19 South, Range 59 East bears South 72° 11' 10" West a distance of 1,524.6 feet.

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

A portion of the Southeast Quarter (SE ¼) of the Southwest Quarter (SW ¼) of Section 08, Township 19 South, Range 59 East M.D.B.&M., Clark County, Nevada, further identified as Assessor's Parcel Number 126-08-401-010.

7. Use will be from January 1st (Month and Day) to December 31st (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.)

A 6 inch diameter well drilled to a depth of 480 feet, submersible pump, storage and pressure tanks and an underground distribution system, see well log 33485.

9. Estimated cost of works: Fifty Thousand Dollars ($50,000.00)

10. Estimated time required to construct works: Existing

11. Estimated time required to complete the application of water to beneficial use: Four to five 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.)

Water will be used for commercial and domestic purposes within and around the existing buildings and facilities for a commercial horse boarding facility and residential home. This application is being made under the exemption provided for under Amended Order 1054 with the use being limited to 2.0 acre-feet per year.

13. Miscellaneous remarks: None

(702) 525-1923
Phone No.

N/A
E-mail

By Robert Coache
Print or type name clearly

Signature, Applicant or Agent

Hydrotech Consulting Services, LLC
Company Name

4280 North Tioga Way
Street Address or P.O. Box

Las Vegas, Nevada 89129
City, State, Zip Code

2011 MAY -5 PM 1:23
STATE ENGINEER'S OFFICE

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

$300 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION