Permit No. 81040T

TEMPORARY

THE STATE OF NEVADA

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

Name of Permittee:	**SINGATSE PEAK SERVICES, LLC**
Source:	**UNDERGROUND**
Basin:	**MASON VALLEY**
Manner of Use:	**MINING AND MILLING**
Period of Use:	**ONE YEAR FROM DATE OF ISSUANCE**
Priority Date:	**11/02/1959**

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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 temporary permit to change the point of diversion and place of use of a portion of the waters of an underground source as heretofore granted under Permit 58527 is issued subject to the terms and conditions imposed in said Permit 58527 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 permittee shall keep monthly records of the amount of water pumped from this well and the records must be submitted to the State Engineer on an annual basis within 30 days after the end of each calendar year.

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

This temporary permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

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

This temporary permit is issued pursuant to the provisions of NRS 533.345 Section 2 and will expire 1 year after the approval of the permit at which time all rights herein granted shall revert to the right being changed by this temporary permit.

(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, **and not to exceed 0.021 cubic feet per second or 15.0 acre-feet annually**.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:	**N/A**
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 10th day of **October**, A.D. **2011**

for State Engineer

TEMPORARY Application No. 81040 T

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 AUG 04 2011

Returned to applicant for correction

Corrected application filed Map filed AUG 04 2011

The applicant Singatse Peak Services, LLC c/o Carla Consoli

40 N. Central Avenue, Suite 1900 of Phoenix
Street Address or PO Box City or Town

Arizona 85004-4429 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 No. 58527

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

2. The amount of water to be changed ~~0.021~~ 0.0217 cubic feet per second and 15.0 acre-feet annually
Second feet, acre-feet. One second foot equals 448.83 gallons per minute.

3. The water to be used for Mining and Milling
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 Mining and Milling
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.)

within the SE1/4 of the SE1/4 of protracted Section 23, T.14N., R24E., M.D.M., or at a point from which the Northeast corner of Section 24, T.14N., R.24E., M.D.M., bears North 54°39'27" East, a distance of 6,931.92 feet. See map filed in support of this application.

6. The existing point of diversion is located within (If point of diversion is not changed, do not answer.)

the SE1/4 of the SE1/4 of Section 19, T.14N., R.25E., M.D.M., or at a point from which the North quarter corner of said Section 19 bears North 25°56'25" West a distance of 5,398.57 feet. See map filed in support of Permit No. 58527.

ALE

108-LY

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)
within portions of the SE1/4 of protracted Section 23, T.14N., R.24E., M.D.M.. See map filed in support of this application.

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.)
All of Section 25, T.14N., R.24E., and the N1/2 of Section 30, T.14N., R.~~24E~~ 25E., M.D.M. See map filed in support of Permit No. 58527. A.L.S

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

10. Existing use permitted from January 1st (Month and Day) to December 31st (Month and Day) of each year.

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.)
A drilled well, motor, pump, totalizing meter and pipeline to a gravel wash plant and separation pond.

12. Estimated cost of works None - Works Completed

13. Estimated time required to construct works Works Completed. See remarks.
If well completed, describe well.

14. Estimated time required to complete the application of water to beneficial use One (1) year - Temporary

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.)
Reference Request for a Waiver for Temporary Use of Ground Water for Minerals Exploration approved under Waiver No. MM-156C for additional information regarding this project. This 15.0 acre-feet is being leased to TNT Ventures, LLC, on a yearly basis with options to renew as needed. The lease was executed on June 2nd, 2011.

16. Miscellaneous remarks:
Refer to Well Log No. 107105.

RECEIVED
2011 AUG -4 PM 3:45
STATE ENGINEERS OFFICE

Michael D. Buschelman
Type or print name clearly

Signature, applicant or agent

Michael D. Buschelman Consulting, Inc.
Company Name

Post Office Box 51371
Street Address or PO Box

Sparks, Nevada 89435
City, State, ZIP Code

mike@mbuschelman.com
E-mail Address

775-355-9628
Phone No. Ext.

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

Revised 07/09 $150 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION