THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of Permittee:	**DENVER SQUARE, LLC**
Source:	**WILD ROSE SPRING**
Basin:	**ORIENTAL WASH**
Manner of Use:	**STOCKWATERING**
Period of Use:	**JANUARY 1ST THROUGH DECEMBER 31ST**
Priority Date:	**08/25/2011**

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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 all existing rights on the source. 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 period of use and the average number of livestock served from the waters of this source. 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 total combined duty of water under Permit 28839, Certificate 8705; Permit 81112 and Claim of Vested Right V04822 shall not exceed 23.52 acre-feet annually, sufficient to water 1000 head of cattle and 50 head of horses.

This permit is subject to the condition that the permittee must ensure that wildlife which has customarily used such water will have access thereto, NRS 533.367.

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 0.013 cubic feet per second or 8.96 acre-feet annually, sufficient to water 400 head of cattle.**

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before: **July 27 2013**

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before: **July 27 2015**

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 27th day of **July, 2012**

J. K. P.E.

State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

Application No. 81112

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 AUG 25 2011

Returned to applicant for correction _____

Corrected Application filed _____ Map filed SEP 19 1969 under 25281

The applicant DENVER SQUARE TRUST

3850 W. Tropicana Ave, Suite B (Street Address or P.O. Box) of Las Vegas (City or Town)

Nevada 89103 (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.)

Lanny D. Love, TTE is owner of all of Lida Ranch, LLC holdings, Denver Square Trust, Lida Livestock (all on File)

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1. The source of water is Wild Rose Spring
   Name of the stream, lake, underground, spring or other sources.
2. The amount of water applied for is .013
   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 stockwatering
   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 _____
   (b) Stockwater, state number and kind of animals 400 head of cattle
   (c) Other use (describe fully in No. 12) _____
   (d) Power:
      (1) Horsepower developed _____
      (2) Point of return of water to stream NO RETURN

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Revised 07/09

117-ES

81112

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.)

NE1/4 SE 1/4 S36, T6S, R39E, M.D.B.&M., or at a point from which the NW corner of said Section 34, T6S, R39E, M.D.B.&M bears N. 74 degrees 56' 50" W., 15,003.96 ft

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

NE 1/4 SE 1/4 SEC 36, T6S R39E.,M.D.B.&M

7. Use will begin about 1/1 (Month and Day) and end about 12/31 (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.)

Develop Spring by placing CMP vertically in ground. Connect 11/2 inch plastic pipe from CMP to water pond or trough.

9. Estimated cost of works: tbd

10. Estimated time required to construct works: 1 YEAR
(If the well is complete, describe works.)

11. Estimated time required to complete the application of water to beneficial use: 1 YEAR

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.)

APPLYING FOR RE INSTATEMENTS OF ALL 'SPRINGS' ON OUR PROPERTY THAT WERE CANCELED THEY ARE ALL STILL ACTIVE AND FLOWING. OLD APPLICATION NUMBER is AS FOLLOWS: 25284.....MAP ON FILE UNDER 25281

13. Miscellaneous remarks:

Lida Ranch, LLC is owner/holder of all land in area and purchased any and all land PLUS water rights from previous owners via chain of title , Owner of same Denver Square Trust & Lida Livestock holdings. All 1260 plus Acres of Magruder including other area large parcels. Area is loaded with various Springs of which we are also enlarging many ponds to make available for fire control as needed.

Lanny D. Love, TTE
Type or print name clearly

TTE
Signature, applicant or agent

Lida Ranch, LLC
Company Name

3850 W. Tropicana Ave, Suite B
Street Address or PO Box

Las Vegas Nevada 89103
City, State, ZIP Code

msperrine@aol.com (Contact Susie Perrine)
E-mail Address

702-683-1029
Phone No. Ext.

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

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