



**TEMPORARY**  
**THE STATE OF NEVADA**

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

**Name of Permittee:** CYANCO  
**Source:** UNDERGROUND  
**Basin:** WINNEMUCCA SEGMENT  
**Manner of Use:** MINING AND MILLING  
**Period of Use:** ONE YEAR FROM DATE OF ISSUANCE  
**Priority Date:** 11/25/1980

\*\*\*\*\*

**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, place and manner of use of a portion the waters of an underground source as heretofore granted under Permit 70528 is issued subject to the terms and conditions imposed in said Permit 70528 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 temporary permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The well must be sealed with cement grout, concrete grout or neat cement from ground level to 100 feet.

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 approved for the entire 100.0 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 85.0 acre-feet, can be diverted annually. Additional diversion up to the total 100.0 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 85.0 acre-feet to be exceeded.

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 issuance of this temporary permit reduces the total combined duty of Permit 54244, Certificate 15038 and Permit 70528 to 684 acre-feet annually and reduces the irrigated acreage under Permit 70528 to 171 acres.

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 0.26 cubic feet per second or 100.0 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:

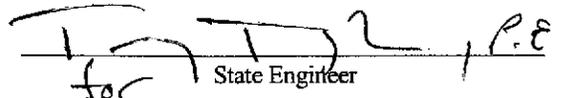
N/A

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 21st day of **October**, A.D. **2011**

  
for State Engineer

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 SEP 28 2011
Returned to applicant for correction
Corrected application filed Map filed SEP 28 2011

The applicant Cyanco
5505 Cyanco Drive of Winnemucca
NV 89445
Street Address or PO Box City or Town
State and ZIP Code

hereby make(s) application for permission to change the

- 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 70528

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

2. The amount of water to be changed 100 AFA
Second feet, acre-feet. One second foot equals 448.83 gallons per minute.

3. The water to be used for mining and milling and minerals exploration
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 DOMESTIC SLS
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 SW 1/4 SW 1/4, Section 09, T36 N., R36 E., M.D.M., from which the Southwest corner of said Section 09 bears S 48°29'20" W 1219.00 feet.

6. The existing point of diversion is located within (If point of diversion is not changed, do not answer.)
within Lot 3 (NE 1/4 NW 1/4), Section 6, T.35N., R.37E., MDB&M or at a point from which the N 1/4 corner of said Section 6 bears N 15°24' E 1360.00 feet.

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

see attached

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.)

196 acres within portions of Section 6, T.35N., R.37E., MDB&M and the S½ of Section 31, T.36N., R.37E., MDB&M.

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 January 1 to December 31 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, cased well, with a pump, motor and totalizing meter

12. Estimated cost of works \$150,000

13. Estimated time required to construct works 1 year

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 well will be maintained as a water supply for future exploration, potential dewatering and mining and milling. It is understood that the place of use covers 3 administrative basins. Outside of basin 070 the water will be used for mineral exploration and dust abatement only.

16. Miscellaneous remarks:

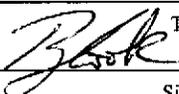
Upon approval of this application please withdraw 81175T.

The water will be leased from Cyanco on an annual basis.

ryan@summitnv.com  
E-mail Address  
775-747-8550 316  
Phone No. Ext.

APPLICATION MUST BE SIGNED  
 BY THE APPLICANT OR AGENT

Ryan Cook, Agent

 Type or print name clearly

Signature, applicant or agent

Summit Engineering Corporation

Company Name

5405 Mae Anne Avenue

Street Address or PO Box

Reno, NV 89523

City, State, ZIP Code

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Attachment, item 7.  
Proposed Place of Use.

- Section 11, T37 N, R35 E, M.D.M.
- Section 12, T37 N, R35 E, M.D.M.
- Section 13, T37 N, R35 E, M.D.M.
- Section 14, T37 N, R35 E, M.D.M.
- Section 15, T37 N, R35 E, M.D.M.
- Section 22, T37 N, R35 E, M.D.M.
- Section 23, T37 N, R35 E, M.D.M.
- Section 24, T37 N, R35 E, M.D.M.
- Section 25, T37 N, R35 E, M.D.M.
- Section 26, T37 N, R35 E, M.D.M.
- N $\frac{1}{2}$  Section 36, T37 N, R35 E, M.D.M.
- Section 07, T37 N, R36 E, M.D.M.
- Section 18, T37 N, R36 E, M.D.M.
- Section 19, T37 N, R36 E, M.D.M.
- Section 20, T37 N, R36 E, M.D.M.
- S $\frac{1}{2}$  Section 22, T37 N, R36 E, M.D.M.
- Section 27, T37 N, R36 E, M.D.M.
- Section 28, T37 N, R36 E, M.D.M.
- Section 29, T37 N, R36 E, M.D.M.
- Section 30, T37 N, R36 E, M.D.M.
- Section 31, T37 N, R36 E, M.D.M.
- Section 32, T37 N, R36 E, M.D.M.
- Section 33, T37 N, R36 E, M.D.M.
- NW $\frac{1}{4}$  Section 04, T36 N, R36 E, M.D.M.
- Section 05, T36 N, R36 E, M.D.M.
- Section 06, T36 N, R36 E, M.D.M.
- Section 07, T36 N, R36 E, M.D.M.
- Section 08, T36 N, R36 E, M.D.M.
- Section 09, T36 N, R36 E, M.D.M.
- Section 13, T36 N, R36 E, M.D.M.
- Section 17, T36 N, R36 E, M.D.M.
- Section 18, T36 N, R36 E, M.D.M.
- Section 19, T36 N, R36 E, M.D.M.
- Section 20, T36 N, R36 E, M.D.M.
- Section 21, T36 N, R36 E, M.D.M.
- Section 22, T36 N, R36 E, M.D.M.
- Section 23, T36 N, R36 E, M.D.M.
- Section 24, T36 N, R36 E, M.D.M.
- Section 26, T36 N, R36 E, M.D.M.
- Section 27, T36 N, R36 E, M.D.M.
- Section 29, T36 N, R36 E, M.D.M.
- E $\frac{1}{2}$  Section 30, T36 N, R36 E, M.D.M.
- Section 12, T36 N, R35 E, M.D.M.
- Section 23, T36 N, R35 E, M.D.M.
- Section 24, T36 N, R35 E, M.D.M.

END

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