



THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of Permittee: JOHN UHALDE & COMPANY
ROBERT STEELE, CHAD STEELE, AND TONY STEELE

Source: UNDERGROUND

Basin: COAL VALLEY

Manner of Use: STOCKWATERING

Period of Use: JANUARY 1ST THROUGH DECEMBER 31ST

Priority Date: 12/19/2011

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. It is further understood that this right must allow for a reasonable lowering of the static water level at permittee's well due to any other ground water development in the area. The well shall be equipped with a 2-inch opening for measuring depth to water. If well is flowing, a valve must be installed and maintained to prevent waste. The State retains the right to regulate the use of the water herein granted at any and all times but does not take responsibility for the use of the Federal range.

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.

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 0.0469 cubic feet per second sufficient to water 5,000 sheep and 500 head of cattle, but not to exceed 33.6 acre-feet annually.**

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

April 19 2013

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

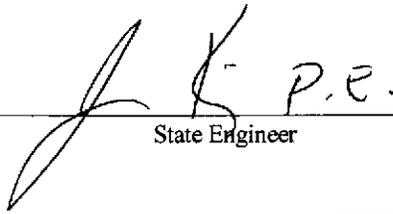
April 19 2015

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 19th day of April, A.D. 2012



State Engineer

Completion of work filed _____

Proof of beneficial use filed _____

Cultural map filed _____

Certificate No. _____ Issued _____

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 DEC 19 2011

Returned to applicant for correction _____

Corrected Application filed _____ Map filed DEC 19 2011

The applicant (1)John Uhalde & Company; (2)Robert Steele, Chad Steele, Tony Steele

(1)PO Box 151088 (2) PO Box 355 of (1)Ely (2)Alamo
Street Address or P.O. Box City or Town

(1)Nevada 89315 (2) Nevada 89001 hereby make(s) application for permission to appropriate the
State and ZIP Code

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.)

(1) Domestic Corporation; 12/16/1983 Ely, Nevada
Officers: Gracian N Uhalde; President
Helen D Uhalde; Secretary
John P Uhalde; Director
Michael A Uhalde; Treasurer

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

2. The amount of water applied for is 0.0464 cfs 0.0469
One second foot equals 448.83 gallons per minute.

*A/E
for email
of 12/20/11*

(a) If stored in a reservoir give the number of acre-feet _____

3. The water is to be used for Stock Water
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 N/A

(b) Stockwater, state number and kind of animals 5,000 Sheep; 500 Cows

(c) Other use (describe fully in No. 12) N/A

(d) Power:
(1) Horsepower developed N/A

(2) Point of return of water to stream N/A

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.)

NW1/4SW1/4 of Section 21, T.1N.R.59E.MDM or at a point from which the South East corner of Section 35 bears S.51°32'55"E, 19,280.10 feet.

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

See Exhibit A

7. Use will begin about January 1 and end about December 31 of each year.
Month and Day Month and Day

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.)

Existing 8" Well, 8 hp Portable Generator, pump, 6,000 Gallon water tank, water troughs.

9. Estimated cost of works: \$15,000

10. Estimated time required to construct works: 3 years

(If the well is complete, describe works.)

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

This existing underground source will provide water for 5,000 head of sheep, 500 head of cattle through out the year within a portion of the Murphy Gap Grazing Allotment and South Coal Valley Grazing Allotment. John Uhalde & Company & Robert Steele have been utilizing this water source for stock water since the early 1960s. Water is utilized in both permanent and portable troughs throughout the grazing allotments.

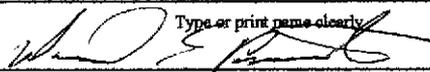
13. Miscellaneous remarks:

mtnhigh1996@att.net
E-mail Address

775-289-6722
Phone No. Ext.

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

David E. Provost, PLS Agent


Type or print name clearly

Signature, applicant or agent

Mountain High Surveying

Company Name

1500 Murry Street

Street Address or PO Box

Ely, NV 89301

City, State, ZIP Code

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

RECEIVED

DEC 19 2011

STATE ENGINEER'S OFFICE

EXHIBIT A

6. Place of Use:

NW1/4 SW1/4 Section 21, T.1N.R.59E. MDM;
 NE1/4NW1/4 Section 33, T.1NR59E. MDM;
 Within Murphy Gap Grazing Allotment.

S1/2 Section 27, S1/2 Section 26, S1/2 Section 25, T.1N.R.59E. MDM;
 E1/2W1/2, E1/2 Section 34, Section 35, Section 36, T.1N.R.59E. MDM;

E1/2W1/2, E1/2 Section 3; E1/2W1/2, E1/2 Section 10; E1/2W1/2, E1/2 Section 15;
 E1/2W1/2, E1/2 Section 22; E1/2W1/2, E1/2 Section 27; E1/2 Section 34, T.1S.R.59E. MDM

Sections 1,2,11,12,13,14,23,24,25,26,35,36, T.1S.R.59E. MDM

S1/2 Section 30; S1/2 Section 29; S1/2 Section 28; S1/2 Section 27; S1/2 Section 26; S1/2 Section 25;
 T.1N.R.60E. MDM;

Sections 31, 32, 33, 34, 35, 36, T.1N.R.60E. MDM;

T.1S.R.60E. MDM; *All Sections*

part. W 1/2 of W 1/2 sec. 6;
 SW1/4 Section 18; NW1/4, S1/2 Section 19; Section 30; NW1/4, S1/2 Section 29; Section 31; Section 32;
 W1/2, Section 33; T.1S.R.61E. MDM;
+ part. E 1/2

N1/2N1/2 Section 2; N1/2N1/2 Section 1, T.2S.R.59E. MDM;

N1/2N1/2 Section 6; N1/2N1/2 Section 5; N1/2N1/2 Section 4; N1/2N1/2 Section 3; N1/2N1/2 Section 2;
 N1/2NW1/4, NE1/4 Section 1, T.2S.R.60E. MDM;

+ part. E 1/2
 Section 6; Section 5; W1/2 *+ part. E 1/2* Section 4; NE1/4 Section 7; Section 8; W1/2E1/2, W1/2 Section 9;
 NE1/4 Section 17; NW1/4 Section 16, T.2S.R.61E. MDM;

All within the South Coal Valley Grazing Allotment.

AB
12/20/11

RECEIVED

DEC 19 2011

STATE ENGINEER'S OFFICE