



THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of Permittee: LVS IV, LLC
Source: UNDERGROUND
Basin: DAYTON VALLEY
Manner of Use: COMMERCIAL AND DOMESTIC
Period of Use: JANUARY 1ST THROUGH DECEMBER 31ST
Priority Date: 01/26/2012

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.

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.

Any application to change the manner and/or place 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 total diversion of water from this well for commercial use and domestic purposes shall not exceed 2.0 acre-feet annually.

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 0.056 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:

June 21 2013

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

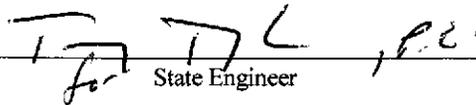
June 21 2015

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 21st day of June, 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 JAN 26 2012

Returned to applicant for correction _____

Corrected Application filed _____ Map filed NOV 05 2004 under 71846

The applicant LVS IV, LLC
5186 Carroll Canyon Road of San Diego,
Street Address or P.O. Box City or Town
California, 92121 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.)

Louis V. Schooler, Manager and Sole Member 3/9/2007, NEVADA *Per E-MAIL 1/30/12 SWE*

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 2.0 acre feet @ 0.056 cfs
One second foot equals 448.83 gallons per minute. *Per E-MAIL 1/30/12 SWE*

(a) If stored in a reservoir give the number of acre-feet N/A

3. The water is to be used for commercial and domestic
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 .37 acres

(b) Stockwater, state number and kind of animals none

(c) Other use (describe fully in No. 12) _____

(d) Power:

(1) Horsepower developed N/A

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

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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 so stated.) NW 1/4 SW 1/4 SECTION 27, T.17N., R.22E., M.D.M.&B., or at a point from which the SW corner of said Section 27 bears S.18°08'56" W. a distance of 1690.57 feet.

SWC

6. Place of use: (Describe by legal subdivision. If on unsurveyed land, it should be so stated) Portion of the NW 1/4 SW 1/4 Section 27, T.17N., R.22E., M.D.B.&M. being APN 19-193-02 & 19-193-03.

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 Well - Drilled and cased 6 5/8 inch well to a depth of 105 feet, pump, motor, and distribution system.

9. Estimated cost of works: Existing - unknown

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

11. Estimated time required to complete the application of water to beneficial use: 5 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 application is requesting an appropriation to make legal an existing well site and commercial business which has been operating in the Dayton/Stagecoach area since 1983 as Dayton Valley Supply, Feed, Hay, & Tack.

13. Miscellaneous remarks: Please refer to map # 71846 on file with State Engineer's Office for POD and Place of Use.

tami.boschee@wfpc.com
E-mail Address

858-875-5863
Phone No. Ext.

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

LVS IV, LLC, a Nevada limited liability company by Louis V. Schooler, Manager & Sole Member

Louis V. Schooler
Signature, applicant or agent

LVS IV, LLC
Company Name
5186 Carroll Canyon Road
San Diego, CA 92121
City, State, ZIP Code

STATE ENGINEERS OFFICE

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