



TEMPORARY

THE STATE OF NEVADA

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

Name of Permittee: CORTEZ GOLD MINES
Source: WILLOW SPRINGS WELL (UNDERGROUND)
Basin: PINE VALLEY
Manner of Use: MINING AND MILLING
Period of Use: ONE YEAR FROM DATE OF ISSUANCE
Priority Date: 11/12/1982

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 46333, Certificate 13197 is issued subject to the terms and conditions imposed in said Permit 46333, Certificate 13197 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 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 0.1952 cubic feet per second or 25.0 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:

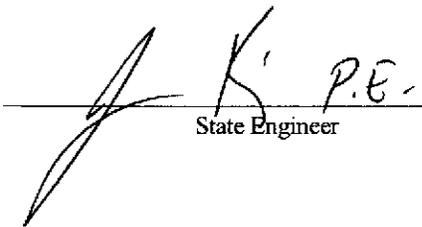
N/A

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 12th day of July, 2012



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 MAY 24 2012

Returned to applicant for correction _____

Corrected application filed _____ Map filed JUN 29 1990 under 55019

The applicant CORTEZ GOLD MINES
HC66, Box 1250 of Crescent Valley
Street Address or PO Box City or Town
Nevada 89521-1250
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 46333, Certificate 13197

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- The source of water is Underground - Willow Springs Well
Name of stream, lake, underground, spring or other sources.
- The amount of water to be changed 0.1952 c.f.s. (not to exceed 8,146,275 gallons annually)
Second feet, acre-feet. One second foot equals 448.83 gallons per minute.
- The water to be used for Mining and Domestic
Irrigation, power, mining, commercial, etc. If for stock, state number and kind of animals. Must limit to one major use
- The water heretofore used for Mining and Domestic
If for stock, state number and kind of animals.
- 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 NW¼NE¼ Section 20, T. 26N., R. 49E., M.D.M., or at a point from which the SW Corner of Section 33, T. 26N., R. 49E., M.D.M. bears S. 7° 49' E., a distance of 15,787 feet. (Willow Springs Well)
Please refer to supporting map on file under Application 55019.
- The existing point of diversion is located within (If point of diversion is not changed, do not answer.)
Within the NE¼SE¼ Section 34, T. 27N., R. 48E., M.D.M. (unsurveyed), or at a point from which the SW Corner of said Section 34 bears S. 67° 56' 19" W., a distance of 5,136.04 feet. (Horse Canyon Water Well)
Please refer to supporting map on file under Application 46333.

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

See Attached.

Please refer to accompanying supporting map.

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.)

T. 27N., R. 48E., M.D.M.: Section 34 and the E½ Section 33

T. 26N., R. 48E., M.D.M.: W½ Section 3, E½ Section 4, S½ Section 8, all Section 9, all Section 16, NE¼ Section 17, E½ Section 21, and W½ Section 22.

Please refer to supporting map on file under Application 46333.

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 well used to fill to water trucks which convey the water within the Place of Use.

Refer to Well Logs 34438 and 34438 Addendum.

12. Estimated cost of works Estimated \$5,000 to install meter; well is drilled and equipped.

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.)

Applicant is doing exploratory drilling at numerous sites within the place of use. Water will be used in support of exploratory drilling, dust suppression, and related mining exploration and development needs.

16. Miscellaneous remarks:

A Permanent Application for this same water is being filed concurrently.

rciwater@rci-nv.com

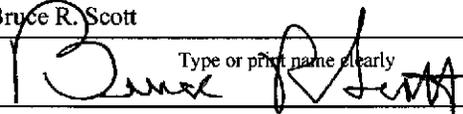
E-mail Address

775-883-1600

Phone No.

Bruce R. Scott

Type or print name clearly



Signature, applicant or agent

Resource Concepts, Inc.

Company Name

340 North Minnesota Street

Street Address or PO Box

Carson City, NV 89703

City, State, ZIP Code

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

**ATTACHMENT TO TEMPORARY AND PERMANENT APPLICATIONS TO
CHANGE PORTIONS OF WATER UNDER PERMIT 46333, CERTIFICATE 13197**

7. Proposed Place of Use:

T. 25N., R. 48½E., M.D.M.:
Within Sections 01, and 12;

T. 25N., R. 49E., M.D.M.:
Within Sections 04, 05, 06, 07, 08, and 09;

T. 26N., R. 48E., M.D.M.:
Within Sections 01, 02, 03, 10, 11, 12, 13, 14, 15, 23, 24, 25, and 36; and
Within the Pine Valley Basin portions of Sections 04, 09, 16, 21, 22, 26, 27, and 35;

T. 26N., R. 49E., M.D.M.:
Within all Sections;

T. 26N., R. 50E., M.D.M.:
Within Sections 05, 06, 07, 08, 17, 18, 19, 30, and 31;

T. 27N., R. 48E., M.D.M.:
Within Section 36; and
Within the Pine Valley Basin portions of Sections 26, 33, 34, and 35.

As shown on accompanying map.

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