



THE STATE OF NEVADA

PERMIT TO APPROPRIATE WATER

Name of Permittee: EVERDEEN ELEMENTS, INC
Source: UNDERGROUND
Basin: CARSON VALLEY
Manner of Use: MINING AND MILLING
Period of Use: JANUARY 1ST THROUGH DECEMBER 31ST
Priority Date: 08/31/2012

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 issued under the provisions of NRS 533.371 for a finite period of time. This permit will expire on **December 31, 2033** and all rights herein will revert back to the source. 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.

The Permittee shall keep monthly records of the amount of water pumped from this well and the records must be submitted to the State Engineer on an annual basis within 30 days after the end of each calendar year.

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 0.1 cubic feet per second or 5.26 acre-feet annually.

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

June 26 2015

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

June 26 2018

Map in support of proof of beneficial use shall be filed on or before:

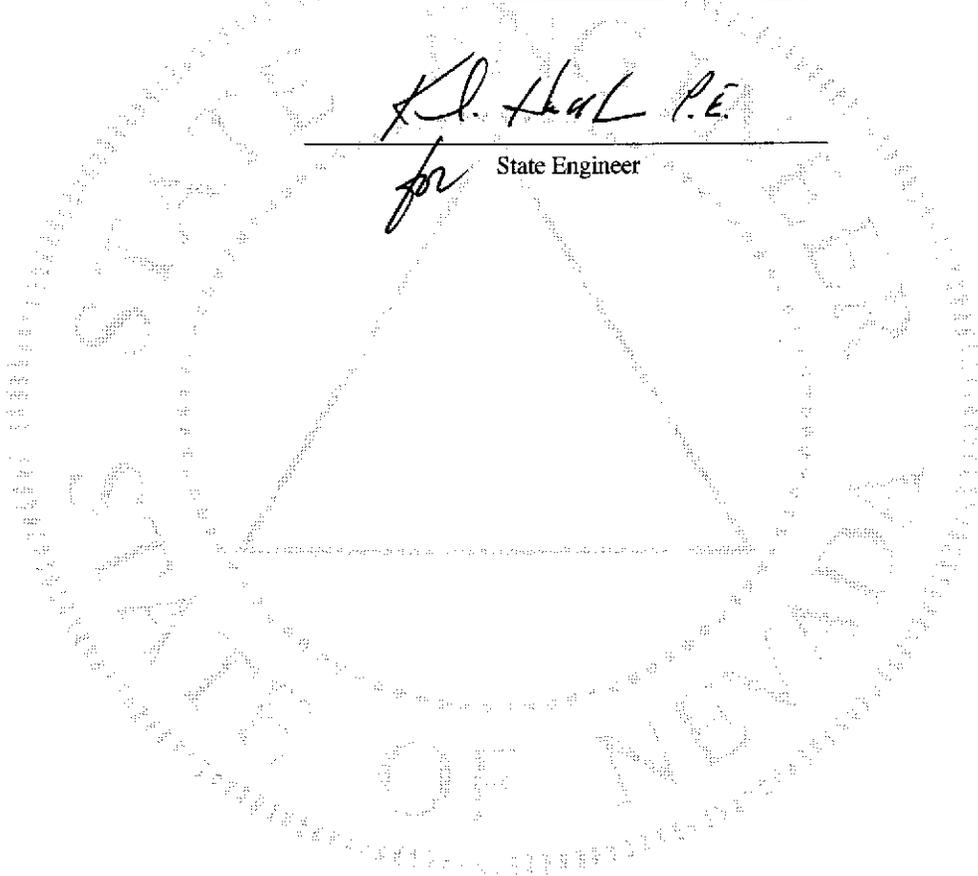
N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 26th day of June, 2013

J. L. Hall P.E.

for State Engineer



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	<u>AUG 31 2012</u>
Returned to applicant for correction	_____
Corrected Application filed	_____ Map filed <u>AUG 31 2012</u>

The applicant EVERDEEN ELEMENTS, INC.
1050 TAPADERO TRAIL of RENO
Street Address or P.O. Box City or Town

NEVADA 89521 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.)

EVERDEEN ELEMENTS, INC. - ENTITY NO. E0200582012-8- FILED 4/6/2012
THE CORPORATION TRUST COMPANY OF NEVADA 311 S. DIVISION ST., CARSON CITY, NV 89703.
STATE OF NEVADA.

BRAD HEUBERGER, PRESIDENT.

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- The source of water is UNDERGROUND
Name of the stream, lake, underground, spring or other sources.
 - The amount of water applied for is 0.10 C.F.S. - 2.9 M.G.A. NOT TO EXCEED 8.9 AFA
One second foot equals 448.83 gallons per minute.
 (a) If stored in a reservoir give the number of acre-feet _____
 - The water is to be used for MINING & MILLING
Irrigation, power, mining, commercial, domestic or other use. Must be limited to one major use.
 - If use is for:
 - Irrigation, state number of acres to be irrigated _____
 - Stockwater, state number and kind of animals _____
 - Other use (describe fully in No. 12) _____
 - Power:
 - Horsepower developed _____
 - Point of return of water to stream _____

105-30
FS

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.)

SE1/4 NW1/4, SECTION 11, T12N, R22E, M.D.M. OR AT A POINT FROM WHICH THE W1/4 CORNER OF SECTION 11, T 12N, R22E, M.D.M. BEARS S 79° 54' 30" W, A DISTANCE OF 2275 FEET.

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

PROPOSED PLACE OF USE LOCATED WITHIN THE SW1/4 SW1/4, SE1/4 SW1/4, NE1/4 SW1/4 AND THE SE1/4 OF SECTION 2, T12N, R22E, M.D.M. AND THE NE1/4 SW1/4, NW1/4, NE1/4 AND THE SE1/4 OF SECTION 11, T12N, R22E, M.D.M., ALL WITHIN BASIN 105.

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a portion of

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.)

DRILLED AND CASED WELL EQUIPPED WITH MOTOR, PUMP, AND PIPELINE TO THE PLACES OF USE.

9. Estimated cost of works: \$25,000.00

10. Estimated time required to construct works: 2 YEARS

(If the well is complete, describe works.)

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

WATER WILL BE USED FOR MINING AND MILLING, DUST ABATEMENT, AND FIRE PROTECTION.

13. Miscellaneous remarks:

THE SUPPORTING MAP FILED WITH THIS APPLICATION TO APPROPRIATE SHOWS THE PROPOSED POINT OF DIVERSION FOR THE WELL LOCATION AND THE PLACES OF USE ALL WITHIN CARSON VALLEY BASIN NO. 105.

sue@summitnv.com
E-mail Address
775-747-8550 356
Phone No. Ext.

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

Suzan L. Ferguson, Agent

Suzan L. Ferguson
Type of 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

STATE ENGINEERS OFFICE
2012 AUG 31 PM 3:05
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