



TEMPORARY
THE STATE OF NEVADA

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

Name of Permittee: **ROUND MOUNTAIN GOLD CORP,
HOMESTAKE NEVADA CORP, BARGOLD CORP**

Source: **UNDERGROUND (WELL # 8 WALSH)**

Basin: **BIG SMOKY VALLEY-TONOPAH FLAT**

Manner of Use: **MINING AND MILLING**

Period of Use: **ONE YEAR FROM DATE OF ISSUANCE.**

Priority Date: **09/25/1978**

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 the waters of an underground source as heretofore granted under Permit 35917, Certificate 11388 is issued subject to the terms and conditions imposed in said Permit 35917, Certificate 11388 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 total combined duty of water under Permit 27860, Certificate 10018; Permit 30805, Certificate 11990; Permit 35884, Certificate 11387; Permit 35917, Certificate 11388; Permit 41196, Certificate 11414; Permit 52526, Certificate 13062; Permit 52527, Certificate 13063, Permit 83050T, Permit 83051T, and Permit 83052T shall not exceed 892.66 acre-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 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.

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 0.624 cubic feet per second or 296.41 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:

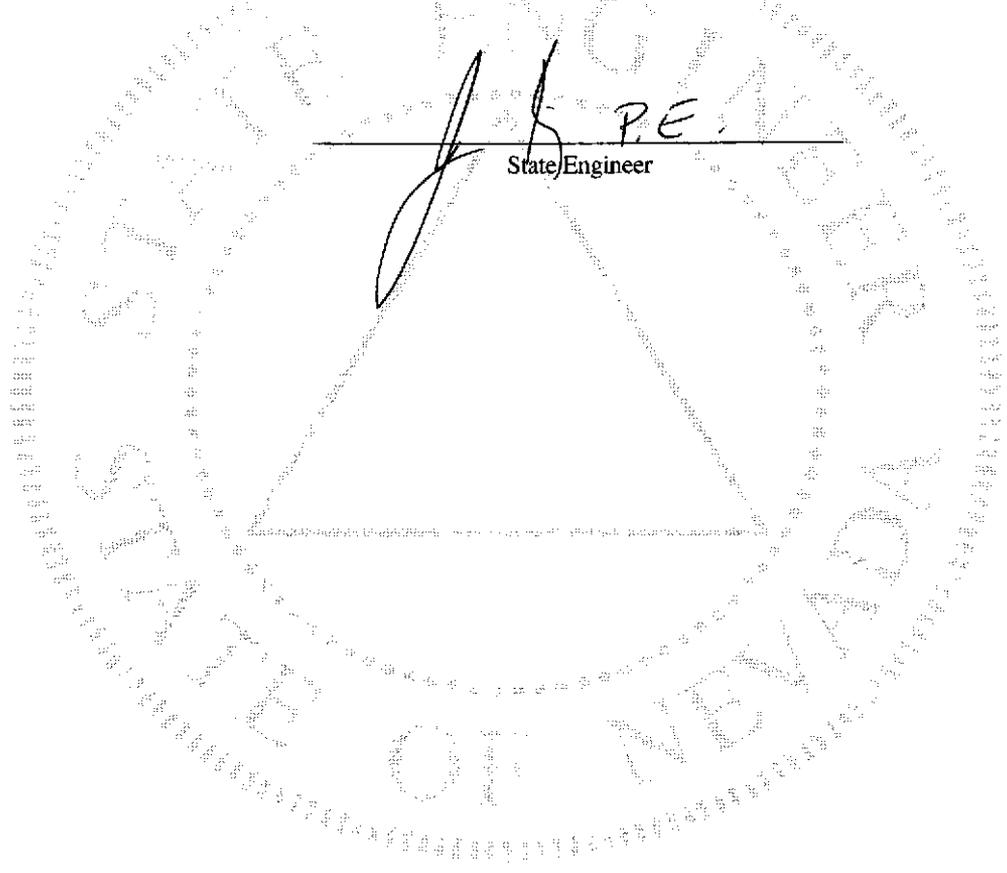
N/A

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

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 10th day of December, 2013



P.E.
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 AUG 28 2013

Returned to applicant for correction _____

Corrected application filed _____ Map filed Oct 18 1988 under 52526

The applicant Round Mountain Gold Corp. (50%); Homestake Nevada Corp. (25%); Bargold Corporation (25%), attention Greg M. Schoen, Regulatory Affairs

Box 480 of Round Mountain

Nevada 89045 hereby make(s) application for permission to change the

Street Address or PO Box City or Town
State and ZIP Code

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 #35917 (c.#11388)

RECEIVED
 AUG 28 AM 11:33
 STATE ENGINEERS OFFICE

- The source of water is underground (well #8 - Walsh)
Name of stream, lake, underground, spring or other sources.
- The amount of water to be changed 0.624 cfs / 96.584 mga
Second feet, acre-feet. One second foot equals 448.83 gallons per minute.
- The water to be used for same as existing
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, milling 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 SE¼SW¼ Section 24, T.8N., R.43E., M.D.M., from which the NW corner of said section 24 bears N.22°19'28"W., 4,690.3 ft. distant (see map filed under #52526)
- The existing point of diversion is located within (If point of diversion is not changed, do not answer.)
within the NW¼SE¼ Section 19, T.8N., R.44E., M.D.M., from which the E. ¼-corner of said section 19 bears N.75°30'35"E., 1,726.84 feet distant [see map filed under #35917 (35884 et al)].

P.S.V. T.F.
 10 - 137A
 N4P

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

T.8N..R.43E.. M.D.M.: all or portions of the following: S½ Section 13; E½W½ & E½ Section 21; S½N½ & S½ Section 22; N½, N½S½ & S½SW¼ Section 23; and Section 24. all as more particularly shown on accompanying map showing proposed place of use boundary, prepared by The Mines Group Inc., for A. U. Mines, Inc.

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.8N..R.44E.. M.D.M.: S½ & S½N½ Section 19

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.)

Existing well, developed under #52526, presently undergoing rehabilitation, to be used as described in the integrated plan of operations, water pollution control permits, and reclamation plan, by A. U. Mines, Inc., on file with NDEP.

12. Estimated cost of works est. \$50,000.00

13. Estimated time required to construct works one year

If well completed, describe well.

14. Estimated time required to complete the application of water to beneficial use estimate eight 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.)

Under agreement (copy enclosed) between applicant and user A. U. Mines, Inc., user will operate pump and well, and will install delivery piping from this well to it place of use as described above, to supplement needed water quantity for its operations.

16. Miscellaneous remarks:

Please send copies of notices and correspondence to the undersigned agent, and to user at:
A. U. Mines, Inc; 1325 Airmotive Way, Suite 175V; Reno, Nevada 89502.

bill@farrwestengineering.com

E-mail Address

738-2121

Phone No.

111

Ext.

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

William A. Nisbet, agent

Type or print name clearly

William A. Nisbet

Signature, applicant or agent

Farr West Engineering

Company Name

421 Court Street

Street Address or PO Box

Elko, Nevada 89801-3527

City, State, ZIP Code

THE STATE OF NEVADA
CERTIFICATE OF APPROPRIATION OF WATER

WHEREAS, Ross E. de Lipkau, Agent has presented to the State Engineer of the State of Nevada Proof of Application of Water to Beneficial Use, from an Underground Source through a drilled well, pump and distribution system for Mining, Milling and Domestic purposes. The point of diversion of water from the source is as follows: NW 1/4 SE 1/4 Section 19, T. 8N., R. 44E., M.D.B.&M., or at a point from which the E 1/4 corner of said Section 19 bears N. 75° 30' 35" E., a distance of 1,726.84 feet situated in Nye County, State of Nevada.

Now Know YE, That the State Engineer, under the provisions of NRS 533.425, has determined the date, source, purpose, amount of appropriation, and the place where such water is appurtenant, as follows:

Name of appropriator Tenneco Minerals Company
Post-office address Manhattan, Nevada
* Amount of appropriation 0.624 c.f.s., but not to exceed 96.584 million gallons annually
Period of use, from January 1st to December 31st of each year
Date of priority of appropriation September 25, 1978

Description of works of diversion, manner and place of use:
Water is diverted by means of a drilled well, 650 feet deep, 8-5/8 inch casing to 595 feet, via a 50 HP submersible pump thence conveyed to the place of use by 850 feet of 4 inch pipeline for milling, mining and domestic purposes located within the S 1/2 and S 1/2 N 1/2 of Section 19, T. 8N., R. 44E., M.D.B.&M.

*The total combined duty under this certificate and any certificates issued under Permits 27860, 35884, 35885, 40421, 40422, 41196, 41938, 41939, 41940, 41941 and 41942 shall not exceed 290.875 million gallons annually.

This certificate is issued subject to the terms of the permit.
The right to water hereby determined is limited to the amount which can be beneficially used, not to exceed the amount above specified, and the use is restricted to the place and for the purpose as set forth herein.

IN TESTIMONY WHEREOF, I, PETER G. MORROS, State Engineer

Compared bc/bl of Nevada, have hereunto set my hand and the seal of my office, this
Recorded... 30th day of MAY, A.D. 1986
County Records. State Engineer