Permit No. 83451

THE STATE OF NEVADA

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

Name of Permittee:	**RGGS LAND AND MINERALS, LTD., LP**
Source:	**UNDERGROUND (WW 10 01)**
Basin:	**MASON VALLEY**
Manner of Use:	**MINING, MILLING, AND DOMESTIC**
Period of Use:	**JANUARY 1ST THROUGH DECEMBER 31ST**
Priority Date:	**12/03/1953**

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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, to change the point of diversion of a portion of the waters of an underground source as heretofore granted under Permit 77103, is issued subject to the terms and conditions imposed in said Permit 77103 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. 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 permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined duty of water for mining and milling purposes under Permits 83450, 83451 and 83452 (owned by RGGS) and Permits 77104 and 77105 (owned by Nevada Copper) shall not exceed 58.31 acre-feet annually. Of this, only 39.33 acre-feet annually may be pumped; the balance is considered to be the consumptive use for the rapid infiltration basins. The total combined duty of water for non-consumptive dewatering purposes under Permits 83090, 83454 and 83455 (owned by Nevada Copper) shall not exceed 1,013.59 acre-feet annually and must be discharged to rapid infiltration basins.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner 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 issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

(Continued on Page 2)

Monthly records shall be kept of the following and the records submitted to the State Engineer on an annual basis by February 15th of each year.

A. The total volume of water pumped from each diversion in acre-feet.

B. The maximum flow rate from each diversion in cubic feet per second.

C. The pumping water level from each well in feet above mean sea level.

D. The volume of water consumptively used for mining and milling in acre-feet.

E. The amount of water diverted to the infiltration sites in acre-feet.

F. The amount of water diverted to other consumptive uses, if any, in acre-feet.

G. The amount of water lost through evaporation or other system losses project wide.

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 0.0138 cubic feet per second or 10.0 acre-feet annually.**

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before: **April 4 2015**

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before: **April 4 2019**

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 4th day of **April, 2014**

P.E.

State Engineer

Application No. 83451

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 JAN 21 2014

Returned to applicant for correction

Corrected application filed Map filed Jul 8 2010 under 79980

The applicant RGGS Land & Minerals, Ltd., L.P., a Delaware Limited Partnership

900 Fannin, Suite 2600 (Street Address or PO Box) of Houston (City or Town)

Texas, 77010 (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 77103

1. The source of water is Underground (Well WW10-01)
   Name of stream, lake, underground, spring or other sources.

2. The amount of water to be changed 0.0138 cfs, 10 afa
   Second feet, acre-feet. One second foot equals 448.83 gallons per minute.

3. The water to be used for Mining, Milling & Domestic
   Irrigation, power, mining, commercial, etc. If for stock, state number and kind of animals. Must limit to one major use

4. The water heretofore used for Mining, Milling & Domestic
   If for stock, state number and kind of animals.

5. 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.)

   NE1/4 SE1/4 Section 2, T.12N., R.26E., MDB&M, or at a point from which the NE corner of Section 4, T.12N., R.26E., bears N70°06'W a distance of 9,915.3 feet. See map filed under permit 79980T

6. The existing point of diversion is located within (If point of diversion is not changed, do not answer.)

   SW1/4 NE1/4 Section 2, T.12N., R.26E., MDB&M, or at a point from which the NE corner of Section 4, T.12N., R.26E bears N75°08'54"W a distance of 8,546.20 feet. See map filed under Permit 77103.

SEW 1/23/14 M.D.B.+M

m ✓ 9-108 LY

83451

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

See Attachment A and map filed under Permit 77103

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.)

No Change

9. Proposed use will be from January 1 (Month and Day) to December 31 (Month and Day) of each year.

10. Existing use permitted from January 1 (Month and Day) to December 31 (Month and Day) of each year.

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 drilled & cased well equipped with motor, pump, meter.

12. Estimated cost of works completed

13. Estimated time required to construct works completed

If well completed, describe well.

14. Estimated time required to complete the application of water to beneficial use Ten (10) 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.)

16. Miscellaneous remarks:

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STATE ENGINEERS OFFICE

George M. Thiel, P.E., S.W.R.S.
Type or print name clearly

Signature, applicant or agent

Thiel Engineering Associates, Inc.
Company Name

2801 Tamara Court
Street Address or PO Box

Minden, NV 89423
City, State, ZIP Code

GeorgeT@tecreno.com
E-mail Address

(775) 722-5380
Phone No. Ext.

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

Revised 07/13 $240 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Attachment "A"

8. Proposed Place of Use

T.12N., R.26E., M.D.B. & M.

NW ¼, W ½ SW ¼, W ½ NE ¼, Section 1

All of Section 2

All of Section 3

All of Section 4

E ½, Section 5

E ½, Section 8

All of Section 9

All of Section 10

All of Section 11

NW ¼ NW ¼, Section 12

All of Section 14

All of Section 15

All of Section 16

E ½, Section 17

T.13N., R.26E., M.D.B. & M.

E ½, Section 32

All of Section 33

All of Section 34

All of Section 35

S ½ SW ¼, SW ¼ SE ¼, Section 36

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