

THE STATE OF NEVADA

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

Name of Permittee: HENNING BLUE SKY INVESTMENTS, LLC
Source: UNDERGROUND
Basin: CARSON DESERT
Manner of Use: COMMERCIAL
Period of Use: JANUARY 1ST THROUGH DECEMBER 31ST
Priority Date: 09/21/1998

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 place of use of the waters of an underground source as heretofore granted under Permit 80349, is issued subject to the terms and conditions imposed in said Permit 80349 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 issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

Any well drilled under this permit shall be drilled in what has been described in the United States Geological Survey Water Supply Paper 2263 as the intermediate alluvial aquifer. In no instance shall the seal on this well be less than 100 feet below ground level.

If any water under this permit is cancelled or any water is not put to beneficial use, it will revert to the groundwater source and not back to the base water right.

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 0.05 cubic feet per second or 4.48 acre-feet annually.**

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

October 10 2015

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

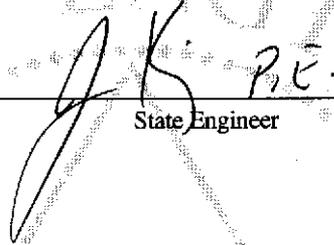
October 10 2016

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

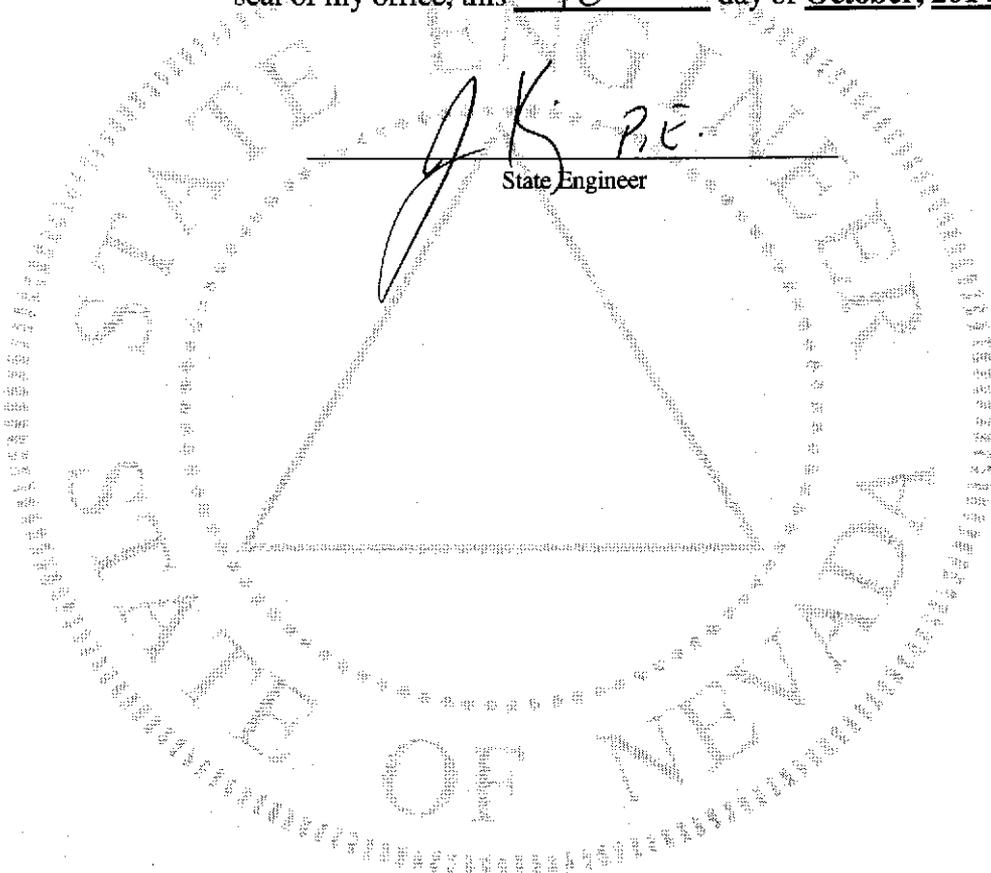
N/A

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 October, 2014



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 FEB 06 2014

Returned to applicant for correction _____

Corrected application filed _____ Map filed Sept 21 1998 under 64467

The applicant Henning Blue Sky Investments, LLC
1351 West Williams Avenue of Fallon
Street Address or PO Box City or Town
NV 89406 hereby make(s) application for permission to change the
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 No. 80349

RECEIVED
 2014 FEB - 6 PM 3: 25
 STATE ENGINEERS OFFICE

- The source of water is Underground
Name of stream, lake, underground, spring or other sources.
- The amount of water to be changed 0.05 cfs
Second feet, acre-feet. One second foot equals 448.83 gallons per minute.
- The water to be used for Commercial
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 Commercial
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.)
In the NE1/4SE1/4 Section 27, T.19 N., R.28 E., M.D.B. & M., Whence the East 1/4 corner of said Section 27 bears N.64° 24'04"E, 609.97 feet distant. See map accompanying Permit No. 64467 for Point of Diversion.
- The existing point of diversion is located within (If point of diversion is not changed, do not answer.)

*C.D.
8-101
CH*

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

7.45 acres in a portion of the NE1/4SE1/4 Section 27, T.19 N., R.28 E., M.D.B. & M. (APN's 008-421-19, 34 & 67)

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.)

5.08 acres in a portion of the NE1/4SE1/4 Section 27, T.19 N., R.28 E., M.D.B. & M. (APN 008-421-34) See map accompanying Permit No. 64467 for existing place of use.

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

10. Existing use permitted from January 1st to December 31st 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 with pump and motor then piped to storage tanks and distribution system.

12. Estimated cost of works \$200,000.00

13. Estimated time required to construct works 3 years

If well completed, describe well.

14. Estimated time required to complete the application of water to beneficial use 8 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.)

The water will be used in conjunction with a commercial development.

16. Miscellaneous remarks:

This application requests to move only the place of use of Permit No. 80349.

dneubauer@lumosengineering.com
E-mail Address
(775)423-2188
Phone No. Ext.

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

Dean Neubauer, P.L.S.

Dean Neubauer
Type or print name clearly
Signature, applicant or agent

Lumos & Associates
Company Name
178 S. Maine Street
Street Address or PO Box
Fallon, NV 89406
City, State, ZIP Code