



TEMPORARY
THE STATE OF NEVADA

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

Name of Permittee: KOBEB VALLEY RANCH, LLC
Source: UNDERGROUND
Basin: DIAMOND VALLEY
Manner of Use: CONSTRUCTION
Period of Use: ONE YEAR FROM DATE OF ISSUANCE.
Priority Date: 06/03/1960

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, place and manner of use of the waters of an underground source as heretofore granted under Permit 76805, is issued subject to the terms and conditions imposed in said Permit 76805 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.

The permittee shall keep monthly records of the amount of water pumped from this well and the records submitted to the State Engineer within 30 days of the expiration of this temporary permit.

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 Permits 76008, 76802, 76803, 76804, 76805, 78424 and 84122T shall not exceed 616.0 acre-feet annually. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of 385.00 acre-feet, can be diverted annually. Additional diversion up to the total of 616.00 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 385.00 acre-feet to be exceeded. The place of use of these permits is limited to the Diamond Valley Hydrographic Basin (153).

The issuance of this temporary permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

(Continued on Page 2)

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.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, **and not to exceed 1.02 cubic feet per second or 303.08 acre-feet annually**. However, pursuant to NRS 533.3703, initially only the net consumptive use amount, 189.43 acre-feet can be diverted annually. Additional diversion up to the total of 303.08 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 189.43 acre-feet to be exceeded.

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:

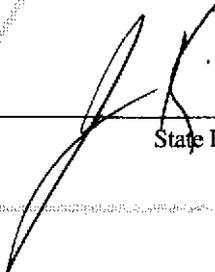
N/A

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

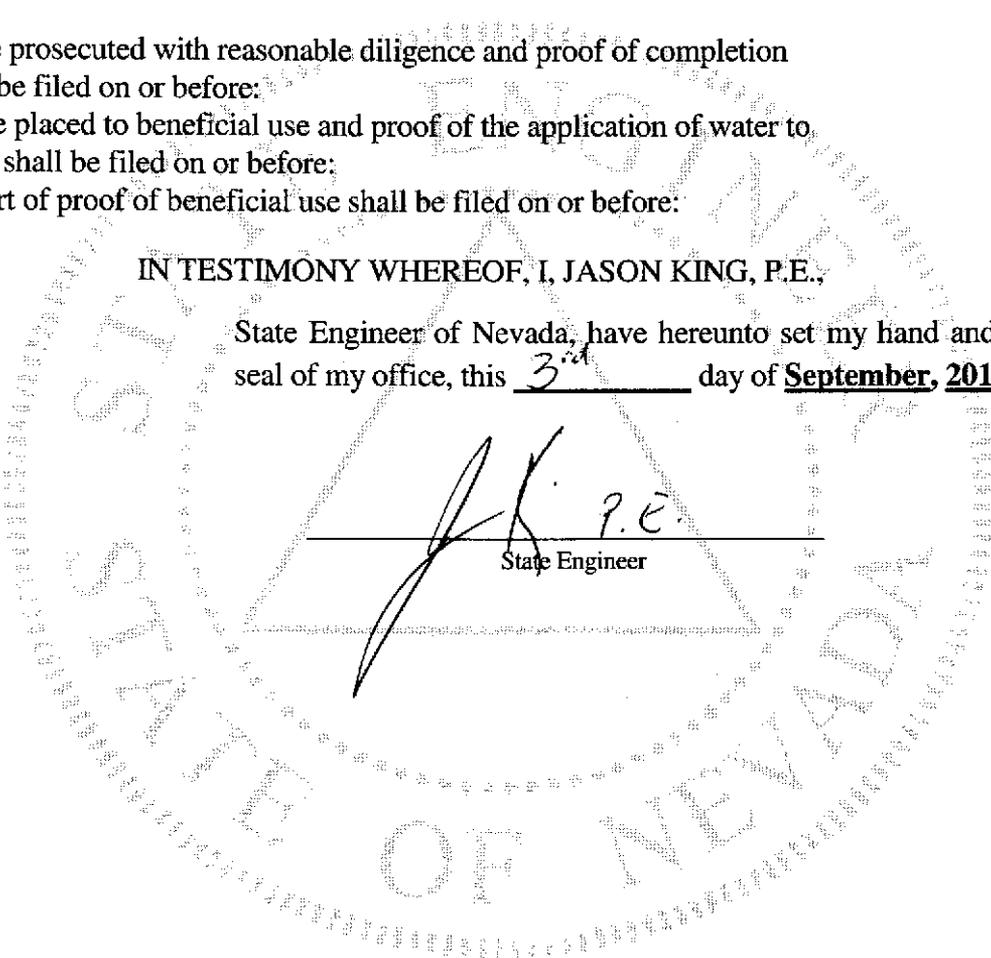
N/A

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

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 3rd day of September, 2014



State Engineer



84122T

TEMPORARY Application No. _____ T

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 JUL 15 2014
Returned to applicant for correction
Corrected application filed Map filed JUL 15 2014

The applicant Kobeh Valley Ranch, LLC
2215 North 5th Street of Elko
Nevada 89801
Street Address or PO Box City or Town
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.)

76805

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1. The source of water is underground
Name of stream, lake, underground, spring or other source STATE ENGINEER'S OFFICE

2. The amount of water to be changed 1.02 cfs; 303.08 afa.
Second feet, acre-feet. One second foot equals 448.83 gallons per minute.

3. The water to be used for mining, milling and construction
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 and construction dewatering
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.)
Within the SE1/4NE1/4, Section 13, Township 22N, Range 51SE from a BLM brass cap, bearing N87 degrees 10' 45.5" east at a distance of 2,869.48 feet (See attached plat). 2,869.84 51 1/2 E

6. The existing point of diversion is located within (If point of diversion is not changed, do not answer.)
Within Mineral Survey 37A in Section 13, T22N, R51SE, M.D.M., or a point from which the west quarter corner of said Section 13 bears North 77 degrees 57'47" West at a distance of 2,838.81 feet.

KE per 7/23/14 email

DV 10-153 EV

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

See "Exhibit - Proposed Place of Use".

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.)

See attached Exhibit A and map accompanying Application 72695.

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.)

Water will be pumped from Well PDT-4 into a 6-inch HDP pipe and conveyed approximately 1,500 feet to a stand pipe. A stand pipe will fill a water truck used to maintain access roads and future construction of the Mt Hope Molybdenum Project.

12. Estimated cost of works \$651 million Mt. Hope Project work.

13. Estimated time required to construct works system development is completed.

If well completed, describe well.

14. Estimated time required to complete the application of water to beneficial use Temporary permit, one year.

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.)

This application is being filed for a temporary change in the point of diversion and change in place of use. The water will be used for dust abatement, fire water and construction. Water will be consumed and returned within Diamond Valley basin 153.

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16. Miscellaneous remarks:

All water developed will be used only within the Diamond Valley drainage.

kkinsella@generalmoly.com

E-mail Address

775 748-6030

Phone No. Ext.

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

Kevin Kinsella

[Signature]
Type or print name clearly

Signature, applicant or agent

General Moly, Inc.

Company Name

2215 North 5th Street

Street Address or PO Box

Elko, Nevada 89801

City, State, ZIP Code

Exhibit – Proposed Place of Use

Plan of Operations area lying within Diamond Valley Hydrographic Basin

T22N R51 E

Portions of Sections 1, 2, 12, 13, 24

T23N R51E

Portions of Sections 25, 35 and 36

T22N R51½E

Portion Section 1, Sections 12, 13, 24, portion Section 25

T21N R52E

Portions Sections 4, 5, 8, 9

T21½N R52E

Portions Section 4, 5

T22N R52E

Portions Section 6, 7, 8, 17, Section 18, 19, portions Sections 20, 29, 30, and 32

T23N R52E

Portion Section 31

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