



THE STATE OF NEVADA

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

Name of Permittee: FLORIDA CANYON MINING, INC.
Source: UNDERGROUND (WS 1)
Basin: IMLAY AREA
Manner of Use: MINING, MILLING, AND DOMESTIC
Period of Use: JANUARY 1ST THROUGH DECEMBER 31ST
Priority Date: 11/03/2006

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 and place of use of a portion of the waters of an underground source as heretofore granted under Permit 57097, is issued subject to the terms and conditions imposed in said Permit 57097 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.

The total combined duty of water under Permit 48997, Certificate 13237; Permit 48998, Certificate 13238; Permit 50061, Certificate 13953; Permit 50248, Certificate 14448; Permits 57096, 57097, 61203, 61643, 61644, 61707, 76621, 79819E, 79820E, 80098E, 80978, 80979, 82831, and 84125 shall not exceed 2,415.22 acre feet annually.

The total combined duty of water under Permits 76621, 80979, 82831, and, 84125 shall not exceed 616.89 acre feet annually for use at the Standard Mine.

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 0.6104 cubic feet per second or 200.0 acre-feet annually.

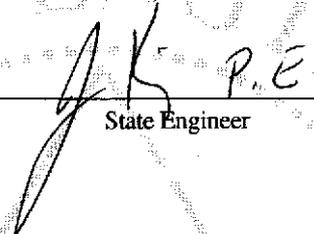
Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before: Filed Under 76621 on July 20, 2010

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before: April 16 2017

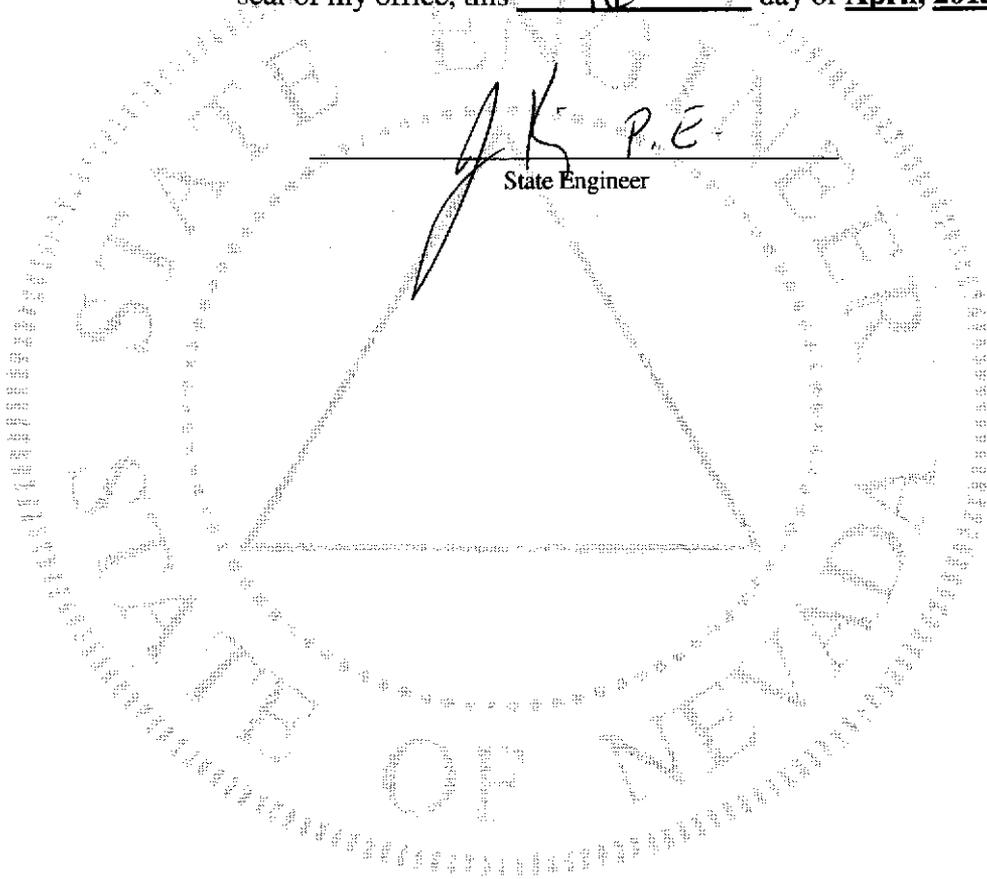
Map in support of proof of beneficial use shall be filed on or before: N/A

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

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 16th day of April, 2015



State Engineer



84125

Application No.

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 18 2014

Returned to applicant for correction

Corrected application filed

Map filed

Jan 24 2008

under 76621

The applicant Florida Canyon Mining, Inc.

P. O. Box 330

of

Imlay

Street Address or PO Box

City or Town

Nevada 89418

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 57097

1. The source of water is Underground (WS-1 Well)

Name of stream, lake, underground, spring or other sources.

2. The amount of water to be changed 0.6104 cfs, not to exceed 200 acre-feet annually

Second feet, acre-feet. One second foot equals 448.83 gallons per minute.

3. The water to be used for mining, milling and 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 and 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.)

NE 1/4 SW 1/4, Section 35, T.31N., R.33E., M.D.B. & M., or at a point from which the NW Corner of said Section 35 bears N. 42° 09' 34" W., a distance of 3,712.35 feet. Refer to map filed under Permit 76621 (WS-1 Well)

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

SE 1/4 NW 1/4 (Lot 1), Section 3, T.31N., R.33E., M.D.B. & M., or at a point from which the SW Corner of Section 3, T.31N., R.33E., M.D.B. & M., bears S. 31° W., a distance of 3,810 feet. Refer to map filed under Permit 48996 (PW-1 Well)

Imlay Area
4-72
pc

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

Sections 25 and 26, Sections 34 through 36, T.31N., R.33E., M.D.B. & M; and also Section 1, T.30N.,R.33E., M.D.B. & M., Refer to map filed under Permit 76621

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.)

Sections 2, 3, 4, 9, 10, 11, 14, 15, 16, 37, 38, & 39, T.31N., R.33E., M.D.B. & M. Refer to map filed under Permit 48996

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 WS-1 Well completed under Permit 76621 consisting of a drilled well, 416' deep with a variable diameter casing, surface seal, Grundfos submersible pump, 3/4 HP motor and a McCrometer totalizing meter measuring in gallons x 100

12. Estimated cost of works Completed under Permit 76621

13. Estimated time required to construct works Completed under Permit 76621

If well completed, describe well.

14. Estimated time required to complete the application of water to beneficial use Five (5) 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.)

This application is being filed to provide a permanent permit for water to support additional demand from the existing WS-1 Well at the Standard Mine. This application will replace the current temporary right under Permit 83029-T which is set to expire on October 15, 2014.

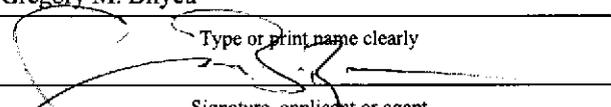
16. Miscellaneous remarks:

The total combined duty of this application and Permit 76621 shall not exceed 527.67 acre-feet annually

TEC ENGINEERS OFFICE
14 JUL 18 AM 10:39
RECEIVED

gregb@tecreno.com
E-mail Address
(775) 352-7800 227
Phone No. Ext.

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

Gregory M. Bilyeu
Type or print name clearly

Signature, applicant or agent
TEC Civil Engineering Consultants
Company Name
9480 Double Diamond Parkway, Suite 200
Street Address or PO Box
Reno, NV 89521
City, State, ZIP Code