Permit No. 84801T

TEMPORARY

THE STATE OF NEVADA

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

Name of Permittee:	**MARIGOLD MINING COMPANY**
Source:	**UNDERGROUND**
Basin:	**CLOVERS AREA**
Manner of Use:	**MINING AND MILLING**
Period of Use:	**ONE YEAR FROM DATE OF ISSUANCE.**
Priority Date:	**10/27/1987**

****

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 of a portion of the waters of an underground source as heretofore granted under Permit 76455, is issued subject to the terms and conditions imposed in said Permit 76455 and with the understanding that no other rights on the source will be affected by the change proposed herein. The well shall be equipped with a 2-inch opening 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 permittee shall keep monthly records of the amount of water pumped from this well and the records submitted to the State Engineer on an annual basis by February 15th of each year.

The total combined duty of water under Permits 76455 through 76462 and 84801T shall not exceed 2,543 acre-feet annually.

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.

This temporary permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The issuance of this temporary 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 0.0138 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: **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 18th day of **March, 2015**

P.E.

State Engineer

STATE ENGINEER STATE OF NEVADA

TEMPORARY Application No. 84801 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 FEB 03 2015

Returned to applicant for correction

Corrected application filed Map filed Aug 15 2012 under 82060T

The applicant Marigold Mining Company

P.O. Box 16 (Street Address or PO Box) of Valmy (City or Town)

Nevada, 89438 (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 PLO 2/10/15

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.)

Marigold Mining Company, Well #1, Permit No. 76455

RECEIVED 2015 FEB -3 AM 11:04 STATE ENGINEERS OFFICE

1. The source of water is Underground
Name of stream, lake, underground, spring or other sources.

2. The amount of water to be changed 10 AFA 0.0138 cfs PLO 2/10/15
Second feet, acre-feet. One second foot equals 448.83 gallons per minute.

3. The water to be used for Mining and milling
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 and milling
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.)
SE 1/4, SW 1/4, Section 19, T33N, R43~~N~~E, M.D.B.&M., or at the point from which SW corner of said section 19, bears N 67° 20' 32" E, a distance of 1,745 feet situated in Humboldt County, State of Nevada (WW-4). see map under 82060T

6. The existing point of diversion is located within (If point of diversion is not changed, do not answer.) PLO 2/10/15
SE 1/4, SW 1/4, Section 28, T34N, R43~~N~~E, M.D.B.&M., or at a point from which the SW corner of said section 28, bears S 85° 03' 27" W, a distance of 2,243.9 feet situated in Humboldt County, State of Nevada (Well #1). 51463, map under

Clovers Area 4-64 Hu

84801 T

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

Same as existing; See Section 8.

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 Exhibit A See map under 76425

PLO 2/10/15

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

10. Existing use permitted from Jan. 1 (Month and Day) to Dec. 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.)

Work already in place: (1) 12" diameter, 1520' deep water well
Associated works include: regional hydrological modeling and pump feasibility studies

12. Estimated cost of works $1,705,600.00

13. Estimated time required to construct works 30-60 days
If well completed, describe well.

14. Estimated time required to complete the application of water to beneficial use 1 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.)

A well is needed in this location to provide a more efficient source of water for mining purposes and will provide an additional source of water for use within Marigold's plan of operations. The existing production wells are located on the northern reaches of the property and require extensive pumping and piping to transport the water to the primary areas of use. The water will be diverted from a new production well and distributed by pipeline, ditches, and water trucks to locations throughout the proposed place of use.

16. Miscellaneous remarks:

gpeppard@silverstandard.com
E-mail Address

(775) 635-2317 138
Phone No. Ext.

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Ginger Peppard
Type or print name clearly

Signature, applicant or agent

Marigold Mining Company
Company Name

PO. Box 160
Street Address or PO Box

Valmy, NV 89438
City, State, ZIP Code

RECEIVED 2015 FEB -3 AM 11:04 STATE ENGINEERS OFFICE

Revised 07/13 $180 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

84801 T

SILVER STANDARD

MARIGOLD MINING COMPANY

Exhibit A
For
Marigold Mining Company's
Application for Permission to Change Point of Diversion
of the Public Waters of the State of Nevada Heretofore Appropriated

Section 8: Existing Place of Use Description

All of Section 1	T32N, R42E, M.D.M.
All of Section 5 and the W½ W½, NE¼ NW¼, NE¼, N½ SE ¼ and the SE¼ SE¼ of Section 6	T32N, R43E, M.D.M.
All of Sections 1, 12, 13, 24, 25 and 36	T33N, R42~~N~~, E M.D.M.
All of Sections 4, 5, 6, 7, 8, 9, 10, 16, 17, 18, 19, 20, 29, 30, 31 and 32	T33N, T43E, M.D.M.
All of Sections 11, 13, 14, 24, 25, 36 and the SE¼ of Section 12	T34N, R42E, M.D.M.
All of Sections 17, 19, 28, 29, 30, 31, 32, 33, the W½, W½ SE¼, SE¼ SE¼ of Section 18, and the W½, W½ SE¼, SE¼ SE¼ of Section 20.	T34N, R43E, M.D.M.

RECEIVED
2015 FEB -3 AM 11:04
STATE ENGINEERS OFFICE

SILVER STANDARD RESOURCES INC. Marigold Mining Company
P.O. Box 160 | Valmy NV 89438
T 775 635 2317
F 775 635 2551
www.silverstandard.com