

AMENDED

Application No. 85576

APPLICATION FOR PERMIT TO APPROPRIATE THE PUBLIC WATERS OF THE STATE OF NEVADA

THIS SPACE FOR OFFICE USE ONLY	
Date of Filing in State Engineer's Office	<u>OCT 28 2015</u>
Returned to applicant for correction	_____
Corrected Application filed	<u>APR 27 2016</u> Map filed <u>Dec. 5, 2005 Under 72695</u>

The applicant Kobeh Valley Ranch, LLC, a Nevada limited liability company
1726 Cole Blvd, Suite 115 of Lakewood
Street Address or P.O. Box City or Town

Colorado 80401 hereby make(s) application for permission to appropriate the
State and ZIP Code
 public waters of the State of Nevada, as hereinafter stated. (If applicant is a corporation, give date and place of incorporation; if a copartnership or association, give names of members.)
February 23, 2007, Nevada

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- The source of water is underground
Name of the stream, lake, underground, spring or other sources.
- The amount of water applied for is 3.0 cfs up to 2,000 afa
One second foot equals 448.83 gallons per minute.
 - If stored in a reservoir give the number of acre-feet _____
- The water is to be used for mining, milling, and domestic
Irrigation, power, mining, commercial, domestic or other use. Must be limited to one major use.
- If use is for:
 - Irrigation, state number of acres to be irrigated _____
 - Stockwater, state number and kind of animals _____
 - Other use (describe fully in No. 12) _____
 - Power:
 - Horsepower developed _____
 - Point of return of water to stream _____

5. The water is to be diverted from its source 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 so stated.)

SW¹/₄ SW¹/₄, Section 31, T.21N., R.51E., MDB&M, or at a point from which the NE corner of Section 24, T.21N., R.50E., MDB&M, bears N.3°21'W., a distance of 15,260 feet. Being Well No. 226 as shown on the map filed under Permit 7991 I.

6. Place of use: (Describe by legal subdivision. If on unsurveyed land, it should be so stated)

See Exhibit A attached hereto

7. Use will begin about January 1 and end about December 31 of each year.

Month and Day

Month and Day

8. Description of proposed works. (Under the provisions 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 and flumes, drilled well with a pump and motor, etc.)

Drilled and cased well, electrical motor and submersible pump, and pipelines comprising the distribution system to the mine and mill site

9. Estimated cost of works: \$3,000,000

10. Estimated time required to construct works: Five (5) Years

(If the well is complete, describe works.)

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

12. 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.)

See Exhibit B Attached hereto

13. Miscellaneous remarks:

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Paul G. Taggart, Esq. STATE ENGINEER'S OFFICE

Paul@legaltnt.com

E-mail Address

(775) 882-9900

Phone No.

Ext.

Type or print name clearly

Paul G. Taggart

Signature, applicant or agent

Taggart & Taggart, Ltd.

Company Name

108 N. Minnesota Street

Street Address or PO Box

Carson City, NV 89703

City, State, ZIP Code

APPLICATION MUST BE SIGNED
BY THE APPLICANT OR AGENT

**EXHIBIT "A",
PROPOSED PLACE OF USE**

See map filed in support of Application 79911 for proposed Place of Use.

Division	Section	Township	Range	Meridian
W½	2	20N	50E	MDB&M
All	3 - 5	20N	50E	MDB&M
All	1 - 3	21N	50E	MDB&M
All	10 - 15	21N	50E	MDB&M
All	22 - 27	21N	50E	MDB&M
All	34 - 36	21N	50E	MDB&M
S½	32 & 33	21N	50E	MDB&M
All	1 - 36	21N	51E	MDB&M
All	5 - 8	21N	52E	MDB&M
All	18 & 19	21N	52E	MDB&M
All	30 & 31	21N	52E	MDB&M
All	36	21½N	51½E	MDB&M
All	31 - 36	21½N	52E	MDB&M
All	34 - 36	22N	50E	MDB&M
All	1 - 3	22N	51E	MDB&M
All	10 - 15	22N	51E	MDB&M
All	20 - 36	22N	51E	MDB&M
All	1	22N	51½E	MDB&M
All	12 & 13	22N	51½E	MDB&M
All	24 & 25	22N	51½E	MDB&M
All	36	22N	51½E	MDB&M
All	1 - 36	22N	52E	MDB&M
All	6 & 7	22N	53E	MDB&M
All	18 & 19	22N	53E	MDB&M
All	30 & 31	22N	53E	MDB&M
All	34 - 36	23N	51E	MDB&M
All	31	21½N	53E	MDB&M

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Exhibit B
Remarks

This application is being filed to be used in conjunction with applications to change filed simultaneously herewith from Kobeh and Diamond Valleys and those previously filed under Applications 85575, 85577, 85579, 85581, 85582, 85584, 85585, 85586, 85589, 85591, 85592, 85593, 85594, 85596, 85597, 85598, 85599, and 85603 in Kobeh Valley. The total combined duty of all the Kobeh Valley Ranch, LLC applications will not exceed the consumptive use of 11,678.18 acre feet.

The points of diversion are fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley.

Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,678.18 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.

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