

THE STATE OF NEVADA

CERTIFICATE OF APPROPRIATION OF WATER

~ ~ ~ ~ ~

WHEREAS, Bruce Young, Permittee has presented to the State Engineer of the State of Nevada Proof of Application of Water to Beneficial Use, from an underground sump in Lida Wash, through a collection system, pipeline and water trucks for mining and milling purposes. The point of diversion of water from the source is as follows:

SE¼ NW¼ Section 6, T.6S., R.41E., M.D.B.&M., or at a point from which the SE corner of said Section 6 bears S. 41°57'14" E, a distance of 4,847.43 feet situated in Esmeralda County, State of Nevada.

NOW KNOW YE, That the State Engineer, under the provisions of NRS 533.425, has determined the date, source, purpose, amount of appropriation, and the place where such water is appurtenant, as follows:

Name of appropriator:	Bruce Young, dba Point Mining and Milling
Source:	Underground sump in Lida Wash
Manner of Use:	Mining and Milling
Amount of appropriation:	0.35 c.f.s. , but not to exceed 0.36 million gallons annually
Period of use:	January 1st to December 31 st of each year
Date of priority of appropriation:	June 19, 1995

Description of the works of diversion, manner and place of use:

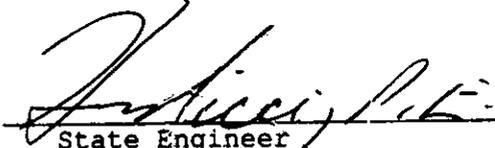
Water is developed by means of an underground sump in Lida Wash, consisting of 500 feet of 8-inch perforated plastic pipe, thence to collection boxes and conveyed by gravity through 1000 feet of 8 inch diameter buried pipe and approximately 9000 feet of 6 inch diameter buried pipe to a spring-loaded, capped pipe connection, from which water is trucked to Gold Point, for mining purposes and operation of a placer mill, the place of use being within E½ SE¼ SW¼ of Section 3, T.7S., R.41½E., M.D.B.&M

This certificate is issued subject to the terms of the permit.

The right to water hereby determined is limited to the amount which can be beneficially used, not to exceed the amount above specified, and the use is restricted to the place and for the purpose as set forth herein.

IN TESTIMONY WHEREOF, I, HUGH RICCI, P.E., State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 20th day of April, A.D., 2005.

gkl/snc


State Engineer