# STATE OF NEVADA

## CERTIFICATE OF APPROPRIATION OF WATER

**WHEREAS**, Charles L. Wilson, Agent, has presented to the State Engineer of the State of Nevada, Proof of Application of Water to Beneficial Use, from an underground source, through a drilled well, pump and distribution system for mining and milling purposes. The point of diversion of water from the source is as follows:

**SW¼ NE¼ Section 22, T.30N., R.47E., M.D.B.&M., or at a point from which the NE corner of said Section 22 bears N. 43° 27′ E., a distance of 2,254 feet, situated in Lander County, State of Nevada.**

**Under the provisions of NRS 533.425**, the State Engineer has determined the date, source, purpose, amount of appropriation, and the place where such water is appurtenant, as follows:

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|---|---|
| Name of appropriator: | **Klondex Gold & Silver Mining Co.** |
| Source: | **Underground (PW-1)** |
| Manner of use: | **Mining and Milling** |
| Amount of appropriation: | ***0.06 c.f.s., but not to exceed 3.22 acre-feet annually** |
| Period of use: | **January 1st through December 31st of each year** |
| Date of priority of appropriation: | ****September 17, 2009** |

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

**Water is developed by means of a drilled artesian well, 590 feet deep, 6-inch diameter casing, equipped with a 2,000-gallon storage tank and totalizing meter, thence through a distribution system for mining and milling purposes located within the SE¼ Section 9, SW¼ Section 10, W½ SW¼ Section 14, Section 15, NE¼ Section 22 and the NW¼ Section 23, T.30N., R.47E., M.D.B.&M.**

***The total combined duty of water under Permit 28637, Certificate 10558; Permit 75129, Certificate 18863; Permit 77002 and Permit 77003 shall not exceed 282.36 acre-feet annually.**

****This certificate changes the point of diversion, manner and place of use of a portion of Permit 28637, Certificate 10558. The date of priority was established in accordance with NRS 533.395 (3) by the cancellation rescission hearing of January 29, 2010, under Permit 75129.**

**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, JASON KING, P.E.,** State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 26th day of September, **2012**.

for JKK, P.E.
State Engineer

KE/gkl