Permit No. **76569** Certificate No. **19304**

THE STATE OF NEVADA

CERTIFICATE OF APPROPRIATION OF WATER

WHEREAS, Gary Sprouse, Agent, has presented to the State Engineer of the State of Nevada, Proof of Application of Water to Beneficial Use, from Spring 15 (an unimproved spring), for stockwater purposes. The point of diversion of water from the source is as follows:

NW¼ SE¼ Section 18, T.16N., R.65E., M.D.B.&M., or at a point from which the W¼ corner of Section 20, T.16N., R.65E., M.D.B.&M., bears S. 29°19'06" E., a distance of 5,007.97 feet situated in White Pine 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:

Name of appropriator:	**Blue Diamond Oil Corp.**
Source:	**Spring 15**
Manner of use:	**Stockwater**
Amount of appropriation:	***0.0135 c.f.s. or sufficient to water 62 head of cattle and 1,872 sheep, but not to exceed 9.8 acre-feet annually**
Period of use:	**January 1st through December 31st of each year**
Date of priority of appropriation:	****April 19, 2013**

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

The natural discharge from Spring 15 flows through the natural channel where 62 head of cattle and 1,872 sheep water within the NW¼ SE¼ Section 18, T.16N., R.65E., M.D.B.&M., being within the Duck Creek Grazing Allotment.

***The total combined duty of water under Permit 76556; Permit 76558, Certificate 19299; Permit 76559; Permit 76562; Permit 76563; Permit 76564, Certificate 19300; Permit 76566, Certificate 19301; Permit 76567, Certificate 19302; Permit 76568, Certificate 19303; Permit 76569, Certificate 19304; Permit 76570, Certificate 19305; Permit**

76573, Certificate 19306; Permit 76574, Certificate 19307; Permit 76575, Certificate 19308; Permit 76577, Certificate 19309 and Permit 76578 shall not exceed 9.8 acre-feet annually, or sufficient to water 62 head of cattle and 1,872 sheep.

****The date of priority was established in accordance with NRS 533.395(3) by the cancellation recission hearing of April 25, 2013.**

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 3rd day of March, **2014**.

KMH/sc

P.E.
State Engineer