

IN THE OFFICE OF THE STATE ENGINEER
OF THE STATE OF NEVADA

O R D E R

Secret Bahia, Inc.
c/o Prezant Mollath & Costello
One East Liberty St., Suite 600
Reno, NV 89501-2171

Stuart Cannon Gildred
300 South Refugio Rd.
Santa Inez, CA 93460

A field investigation conducted by the State Engineer's Office on May 5, 1992, revealed an illegal diversion of water from Lake Tahoe for use on a parcel of land located within the SE $\frac{1}{4}$ SE $\frac{1}{4}$ Section 22, T.15N., R.18E., M.D.B.&M., Carson City Assessor's Parcel Number 07-011-02.

The records of the State Engineer reflect the only water source for this land and its' associated structures is Poett Spring, Permit 9253, Certificate 1707.

NRS 533.325 states:

"Any person who wishes to appropriate any of the public waters, or to change the place of diversion, manner of use or place of use of water already appropriated, shall, before performing any work in connection with such appropriation, change in place of diversion or change in manner or place of use, apply to the state engineer for a permit to do so."

NRS 533.480 states:

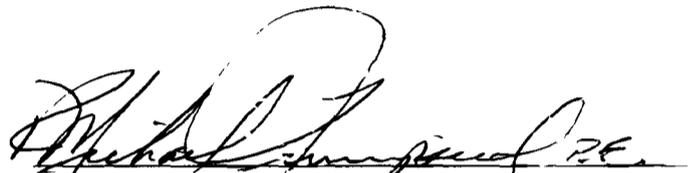
"Any person violating any of the provisions of NRS 533.010 to 533.475, inclusive, shall be guilty of a misdemeanor."

NRS 533.460 states:

"The unauthorized use of water to which another person is entitled, or the willful waste of water to the detriment of another, shall be a misdemeanor, and the possession or use of such water without legal right shall be prima facie evidence of the guilt of the person using or diverting it."

Secret Bahia, Inc./ Gildred
Order
Page 2

You are in violation of NRS 533.325 and NRS 533.460, and ARE
HEREBY ORDERED to cease and desist any pumpage of water from Lake
Tahoe and remove all pipes and associated diversion structures
located on or serving the aforementioned property within fifteen
(15) days of the date of this order.


R MICHAEL TURNIPSEED
State Engineer

Dated at Carson City, Nevada this
17th day of June, 1992.