

STATE OF NEVADA

**PROOF OF APPROPRIATION OF WATER FOR STOCK WATERING
OR WILDLIFE PURPOSES**

(1) Name of claimant Blue Diamond Oil Corporation
P.O. Box 150432 of Ely
Street Address or PO Box City or Town
Nevada 89315
State and ZIP Code

(2) Source of water Lion Spring
Name of natural water source

(3) The water is diverted by:
Pipe into tank

Dam, ditch, pipe line, natural channel, spring area, etc.

(4) The water is diverted at the following point(s):
SE/4 NE/4 Section 10, T15N, R62E, M.D.B&M. GPS NAD 83 N39.18041 W114.98442

Describe as being within a 40-acre subdivision of public survey, and by course and distance to a section corner. If on unsurveyed land it should be stated.
Diversion over a channel reach must be described by course and distance to a section corner for both the beginning and end of such.

(5) The water is impounded in Tank
Troughs, tanks, pools, reservoir, natural channel, etc.

(6) The construction of the ditch or other works was begun Unknown Prior to 1905
completed Unknown RAC 8/25/09
Date Date

(7) The nature of the claimant's title to the land upon which the source of water and place of use are located is:
Deeded

Patented, deeded, public domain with grazing permit, etc.

(8) The claimant's water right was recorded in the office of the County Recorder of
County, at Page of Book of

NOTE - Failure to record in the county in no way invalidates a water right, but if water right was so recorded, supply full information under (8).

(9) The approximate number of animals watered by the claimant during the first year Date
was cattle horses sheep or wildlife (describe) 663 Sheep and 95 Cattle

The watering was conducted during each of the following months:

4/1/ through 11/1 each year since 1974 by claimant and predecessors going back to Adams Mc Gill Cattle Co.

207-417

(10) The approximate number of animals watered by the claimant in subsequent years was as follows:
663 Sheep and 95 Cattle

If water was not used, or used in reduced quantity at any time, full information as to causes and duration of non-use should be given.

(11) The amount of water which has been necessary to be diverted for this purpose has been

.0071125 cubic feet per second.

448.83 gallons per minute equals 1 cubic foot per second

(12) The works are located at:

SE/4 NE/4 Section 10, T15N, R62E, M.D.B&M. GPS Nad 83 N 39.18041 W 114.98442 - Land unsurveyed

Describe as being within a 40-acre subdivision, section, township and range of public survey. If on unsurveyed land, it should be stated.

Remarks

Taylor and Reed Cozins established flow rate at 3 quarts 6 Minutes 8/13/09

The undersigned, being first duly sworn, deposes and says that the facts relative to the appropriation of water by
Gary Sprouse are full and correct to the best of his/her knowledge and belief.

If proof is not made by claimant, deponent should state on this line by virtue of what authority he/she represents the claimant.

Blue Diamond Oil Corp

Name of Claimant

By

Telephone No. (775) 289-3849

Gary Sprouse, President



Telephone No. (775) 289-3849

Subscribed and sworn to before me this 18 day of August, 20 09

Carol E. Freeman

Notary Public in and for the County of White Pine

My commission expires _____