Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

05/30/1997

******* APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 76746 is issued subject to the terms and conditions imposed in said Permit 76746 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

(Continued on Page 2)

Permit No. 79941

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

Permits 79934 and 79941 are approved for the entire total combined duty of 819.24 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 552.99 acre-feet, can be diverted annually. Additional diversion up to the total 819.24 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 552.99 acre-feet to be exceeded.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 2.24 cubic feet per second or 819.24 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before;

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December <u>13</u> 2013

December <u>13 2016</u> <u>N/A</u>

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this <u>13+</u> day of <u>December</u>, A.D. <u>2011</u>

To 1 / P.B

	for State Engineer	.*
Completion of work filed		
Proof of beneficial use filed		
Cultural map filed		
Certificate No.	Issued	

Application No.	79941
	The state of the s

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

тн	IS SPACE FOR OFFIC	E USE ONLY	
Date of filing in State Engineer's Office	JUN 1 5 2010		
Returned to applicant for correction			
Corrected application filed		Map filed JUN 1 5 2	010 _{under} 7991
The applicant Kobeh Valley Ranch Ll	_C (c/o General Mo	ly, Inc.)	
1726 Cole Blvd., Suite 115		of Lakewood	
Street Address or PO Box			y ar Town
Colorado 80401		hereby make(s) application	for permission to change the
State and ZIP Code			
Point of diversion	Place of use	Manner of use	of a portion
of water heretofore appropriated under (Identify right in Decree.)	tify existing rights by Permit.	Certificate, Proof or Claim Nos. I	f Decreed, give title of Decree and
Application No. 76746			
 The source of water is <u>underground</u> The amount of water to be changed <u>2.2</u>/₂ 	4 cfs or 819.24 afa	s, underground, spring or other sou	
	Second feet, scre-fe	ot. One second foot equals 448.83	Britous bet trumine.
The water to be used for Mining & milli Irrigation, power, a The water heretofore used for Mining &	mining, commercial, etc. If fo	r stock, state number and kind of a	nimals. Must limit to one major use
		k, state number and kind of animal	İs.
5. The water is to be diverted at the following distance to a found section coner. If on unsurveys within the NW 1/4 of the NE 1/4 of Section Section 31, T.22N., R.51E., M.D.M. bears 5 the map accompanying this Application.	ed land, it should be stated.) 34. T.22N., R.51E., M.J	D.M., or at a point from whi	ch the southwest corner of
6. The existing point of diversion is located the SE 1/4 of the NE 1/4 of Section 30, T.22 31, T.22N., R.51E., M.D.M., bears South 27 Application No. 75279.	N. R.51E., M.D.M., or	at a point from which the so	outhwest comer of Section wn on the map supporting

16620.001 // 4843-8886-7078

ROA SE 650

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.) See attached EXHIBIT "A" and as shown on the map accompanying this Application.

removed from irrigation.)

Revised 07/09

PRO OVERRULED 7-15-11 RULING 6127

Morrison

Sec attached EXHIBIT "B" and as shown on the map su	pporting Application No. 72695.
•	
9. Proposed use will be from January 1	to December 31 of each year.
Month and Day	Month and Day
10. Existing use permitted from January 1	to December 31 of each year.
Month and Day	Month and Day
11. Description of proposed works. (Under the provision specifications of your diversion or storage works.) (State flumes or drilled well, pump and motor, etc.)	n of NRS 535.010 you may be required to submit plans and manner in which water is to be diverted, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipelines or truck to mine and m	iill site.
	·
12 8 100 000	
12. Estimated cost of works \$3,000,000	
13. Estimated time required to construct works 3 year	rs
7	If well completed, describe well.
14. Estimated time required to complete the application	of water to beneficial use 5 years
15. Provide a detailed description of the proposed project a detailed description may cause a delay in processing.) See attached remarks.	at and its water usage (use attachments if necessary): (Failure to provide
16. Miscellaneous remarks:	
10. MISCERNICOUS FETTBEKS;	
	Ross Ende Lipkau
RdeLipkau@parsonsbehle.com	Side I Sype of phy name of party
G-mail Address ·	Wer E. W. Wyalder
(775) 323-1601	Signature, applicant of agent
Phone No. Ext.	Parsons Behle & Latimer Company Name
APPLICATION MUST BE SIGNED	50 West Liberty Street, Suite 750
BY THE APPLICANT OR AGENT	Street Address or PO Box
	Reno, NV 89501
	City, State, ZIP Code

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

W/0 9/30/10

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd

8. Existing place of use (Describe by legal subdivisions. If changing place of use and/or manner of use of irrigation permit, describe acreage to be

ROA SE 651

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2 All	Section 2 3-5	Township 20N 20N	Range 50E 50E	Meridian M.D.M. M.D.M.	٠
All	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50 E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
Ali	5-8	21N	52E	M,D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50 E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REL
All	20-30 76	22N	51E	M.D.M.	ALL
Ail	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	•
Ali	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
Ati	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M,D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
Áll	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.O.M.
AH.	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
Ali	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
· All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
Ail	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
Ali	6&7	22N	53E	M.D.M.
Ali	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

<u>Remarks</u>

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management. The well, pursuant to this application, shall be utilized for construction purposes. The applicant intends, at the conclusion of construction, to change the point of diversion of this application to a production well.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

05/27/1980

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 76001 is issued subject to the terms and conditions imposed in said Permit 76001 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is approved for the entire 1,280.00 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 864.00 acre-feet, can be diverted annually. Additional diversion up to the total 1,280.00 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 864.00 acre-feet to be exceeded..

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 2.72 cubic feet per second or 1280.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December <u>13 2013</u>

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>/3 2016</u>

Map in support of proof of beneficial use shall be filed on or before:

N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this /3/L day of December, A.D. 2011

	So- State Engineer	P.E.
Completion of work filed		
Proof of beneficial use filed		
Cultural map filed		
Certificate No.	Issued	

	"" ^ ·	n	4	n	
4	799	4	4	_	
Application No.		~	- T	-	

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

THIS SPA	CE FOR OFFICE USE ONLY
Date of filing in State Engineer's Office	IN 1 5 2010
Returned to applicant for correction	••
Corrected application filed	Map filed JUN 1 5 2016 under 7 9 9 1
The applicant Kobeh Valley Ranch LLC (c/c	o General Moly, Inc.)
1726 Cole Blvd., Suite 115	of Lakewood
Street Address or PO Box Colorado 80401	City or Town
State and ZIP Code	hereby make(s) application for permission to change the
Point of diversion Place of	use Manner of use of a portion
of water heretofore appropriated under (Identify existing identify right in Decree.)	ig rights by Permit, Certificate, Proof or Claim Nos. If Decreed, give title of Decree and
Application No. 76001	
•	
1 m	Principle Construction of the State of the S
1. The source of water is underground .	Name of stream, lake, underground, spring or other sources.
ľ	anne of the and lake, which stanks a fact to the stanks.
2. The amount of water to be changed 2.72 ofs or 1	
	Second feet, acre-feet. One second foot equals 448.83 gallons per minute.
3. The water to be used for Mining & milling	
Irrigation, power, mining, con	mmercial, etc. If for stock, state number and kind of animals. Must limit to one major use
4. The water heretofore used for Mining & milling	
	If for stock, state number and kind of animals.
 The water is to be diverted at the following point distance to a found section comer. If on unsurveyed land, it is 	(Describe as being within a 40-acre subdivision of public survey and by course and
within the NW 1/4 of the NW 1/4 of Section 35, T.2:	2N. R.51E., M.D.M., or at a point from which the southwest corner of 26' West a distance of 22,530 feet. Well TSF-X6 East as shown on the
6. The existing point of diversion is located within (I Lot 4 of Section 2, T.21N., R.50E., M.D.M., or at a part of the control of the contro	point from which the northwest corner of said Section 2 bears North 40°
40' West a distance of 580 feet. Well 208 as shown	on the map supporting Application No. 75979.

16620,001 // 4834-8381-4918

- 7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

 See attached EXHIBIT "A" and as shown on the map accompanying this Application.
- 8. Existing place of use (Describe by legal subdivisions. If changing place of use and/or manner of use of irrigation permit, describe acreage to be removed from irrigation.)

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

9. Proposed use will be from	January I	to	December 31	of each year.
	Month and Day		Month and Day	*
Existing use permitted from	January !	to	December 31	of each year.
	Month and Day		Month and Day	
 Description of proposed wor specifications of your diversion flumes or drilled well, pump and motor. 	Of Storage works 1 /c.	ion of the man	NRS 535.010 you major in which water is to be d	y be required to submit plans and liverted, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipeline		mill si	ite	
in maria di di				
12. Estimated cost of works 33	,000,000			
3. Estimated time required to c	onstruct works 3 ye	ars		
				pleted, describe well.
4. Estimated time required to o	omplete the application	n of w	ater to beneficial use	5 years
15. Provide a detailed description detailed description may rause a delay	n of the proposed proje in processing.)	ect and	its water usage (use	attachments if necessary): (Failure to provide
See attached remarks.				
•				

16. Miscellaneous remarks:

RdeLip	kau@parsonsbehle.com	m
	E-mail Address	
(775) 32	23-1601	
	Phone No.	Ext

Parsons Behle & Latimer

Company Name

50 West Liberty Street, Suite 750

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Street Address or PO Box
Reno, NV 89501

City, State, ZIP Code

Revised 07/09

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd W/D 9/30//0

PRO OVERRULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian	
W 1/2	2	20N	50E	M.D.M.	
All	3-5	20N	50E	M.D.M.	
				1-117	
All	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
\$ 1/2	32 & 33	21N	50E	M.D.M.	
		2111	J 01	111.12.111.	
All	1-36	21N	51E	M.D.M.	
		4114	0162	117.12.1111	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
		- · · · · · · · ·	01 112 11	77110077700	
Αll	31 - 36	21 1/2N	52E	M.D.M.	
			V4	**********	
All	34-36	22N	50E	M.D.M.	
	.,		554		
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	
All	20-3076	22N	51E	M.D.M.	REL
	7 0,50			11111	•
All	· 1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
			0		
Ali	1 - 36	22N	52E	M.D.M.	
	. ••		CALL	100,55.101,	
All	6 & 7	22N	53E	M.D.M.	
Ali	18 & 19	22N	53E	M.D.M.	
Ali	30 & 31	22N	53E	M.D.M.	
			006	***********	
All	34-36	23N	51 ∈	M.D.M.	
	÷. 30	eni i	UIL	iastow, FAI.	
All	31	21 1/2 N	53E	M.D.M.	
	٠.	CI HE IA	10 L	(41.4-3-1A).	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
Ali	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
Ali	6&7	21N	52E	M.D.M.
Ali	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51 E	M.D.M.
Ali	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
Ali	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
Ali	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
Ali	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management. The well, pursuant to this application, shall be utilized for construction purposes. The applicant intends, at the conclusion of construction, to change the point of diversion of this application to a production well.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.

CERTIFICATE OF SERVICE

Pursuant to NRAP Rule 25(1)(c), I hereby certify that I am ar
employee of ALLISON, MacKENZIE, PAVLAKIS, WRIGHT & FAGAN, LTD.
Attorneys at Law, and that on this date, I caused a CD-ROM version of same to be
served to all parties to this action by:
Placing a true copy thereof in a sealed postage prepaid envelope in the United States Mail in Carson City, Nevada Hand-delivery - via Reno/Carson Messenger Service Facsimile Federal Express, UPS, or other overnight delivery E-filing pursuant to Section IV of District of Nevada Electronic Filin Procedures
fully addressed as follows:

Bryan L. Stockton bstockton@ag.nv.gov Senior Deputy Attorney General's Office Nevada Attorney General's Office 100 North Carson Street Carson City, NV 89701

Ross E. de Lipkau rdelipkau@parsonsbehle.com Parsons Behle & Latimer 50 West Liberty Street, Ste 750 Reno, NV 89501

Therese A. Ure Laura A. Schroeder Schoeder Law Offices, P.C. 400 Marsh Avenue Reno, NV 89509

t.ure@water-law.com schoeder@water-law.com Placing a true copy of a CD-ROM version thereof in a sealed postage prepaid envelope in the United States Mail in Carson City, Nevada

fully addressed as follows:

John R. Zimmerman jzimmerman@parsonsbehle.com
Parsons Behle & Latimer
50 West Liberty Street, Ste 750
Reno, NV 89501

Francis M. Wikstrom
Parsons Behle & latimer
201 South Main Street, Ste 1800
Salt Lake City, UT 84111

DATED this 21st day of December, 2012.

/s/ Nancy Fontenot

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

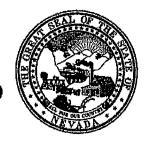
Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51 E	M.D.M.
All	6&7	21N	52E	M.D.M.
ΑII	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
ΑII	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M,D,M.
Αli	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.Q.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
Ali	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6 & 7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

02/25/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 75993 is issued subject to the terms and conditions imposed in said Permit 75993 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79930

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 723,97 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December <u>13</u> 2013

December <u>/3 2016</u> <u>N/A</u>

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 1346 day of December, A.D. 2011

	for	State Engineer	L. Pic.
Completion of work filed	·		
Proof of beneficial use filed			
Cultural map filed			
Certificate No.		Issued	

Application No.	79	930

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

	THIS SPACE FOR O		
Date of filing in State Engineer's O	ffice JUN 15	2010	
Returned to applicant for correction	l		
Corrected application filed		Map filed JUN 1:5	2010under 7991
The applicant Kobeh Valley Ranc	h LLC (c/o General	Moly, Inc.)	
1726 Cole Blvd., Suite 115		of Lakewood	
Street Address or Po	O Box		ly or Town
Colorado 80401	· · · · · · · · · · · · · · · · · · ·	hereby make(s) application	for permission to change the
State and ZIP Coo	Je		
Point of diversion	Place of use	Manner of use	of a portion
of water heretofore appropriated under identify right in Decroe.)	(Identify existing rights by P	ermit, Certificate, Proof or Claim Nos.	If Decreed, give title of Decree and
Application No. 75993			
			*
	Commission of the second	And the Control of th	
1. The source of water is undergroun			***************************************
	Name of stream	n, lake, underground, spring or other sou	tices'
2. The amount of water to be changed	1.0 cfs or 723.97 afa		
		acre-feet. One second foot equals 448.8	3 gallons per minute.
3. The water to be used for Mining &	million		
		. If for stock, state number and kind of a	nimals. Must limit to one major use
4. The water heretofore used for Minin	<u></u>	or stock, state number and kind of anima	Is.
	31.1	ni 21009' 2600 House dut Vino et eurus	,3,
The water is to be diverted at the foll distance to a found section corner. If on unsu	lowing point (Describe as I	eing within a 40-acre subdivision of pub d.)	dic survey and by course and
within the NW 1/4 of the NE 1/4 of Sec said Section 31 bears South 32°56' Wes Application.	tion 31, T.22N, R.51E.	M.D.M., or at a point from whi	ch the southwest corner of supporting this
			•
 The existing point of diversion is loc the NW 1/4 of the SW 1/4 of Section 2d 2, T.21N., R.50E., M.D.M. bears South Application No. 75979. 	5. T.22N., R.50E., M.D.	M., or at a point from which the	northwest corner of Section vn on the map supporting
16620.001 // 4818-9174-8102			

109 JE 573

79930

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8,	Existing place of use (Describe by legal subdivisions.	If changing place of use and/or manner of use of irrigation permit, describe acreage to be
rer	noved from Irrigation.)	₩ MT 1

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

9. Proposed use will be from	January 1	to	December 31	of each year.
_	Month and Day		Month and Day	~~
10. Existing use permitted from	January 1	to	December 31	of each year.
	Month and Day		Month and Day	and the same of th
 Description of proposed wo specifications of your diversion flumes or drilled well, pump and motor, 	or storage works.) (Sta	ion of ste man	NRS 535.010 you may ner in which water is to be d	y be required to submit plans and iverted, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipeline		mill s	ite.	
12. Estimated cost of works \$	3,000,000			
13. Estimated time required to a	construct works 3 year	ars		
•	**************************************		If well comp	pleted, describe well.
14. Estimated time required to o	complete the application	n of w	vater to beneficial use	5 years
 Provide a detailed description of the /li>	on of the proposed proj y in processing.)	ect an	d its water usage (use	attachments if necessary): (Fallow to provide

16. Miscellaneous remarks:

RdeLipkau@parsonsbehle.com
E-mail Address
(775) 323-1601
Phone No. Ext.

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT Ross B. de Lipkau

Type of gymyname trarty

Signature, applicant or agent

Parsons Behle & Latimer

Company Name

50 West Liberty Street, Suite 750

Street Address or PO Box

Reno, NV 89501 City, State, ZIP Code

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison

PRO OVERRULED 7-15-11 RULING 6127

Revised 07/09

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian	
W 1/2	. 2	20N	50E	M.D.M.	
All	3-5	20N	50E	M.D.M.	
		LUIT		,	
All	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50€	M.D.M.	
All	34-36	21N	50E	M.D.M.	
\$ 1/2	32 & 33	21N	50E	M.D.M.	
Αil	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
			.,		
All	31 - 36	21 1/2N	52E	M.O.M.	
All	34-36	22N	50€	M.D.M.	
	0.00	2211	44.		
ΑII	1-3	22N	51E	M.D.M.	
AII	10-15	22N	51E	M.D.M.	#
All	20-3036	22N	51E	M.D.M.	REL
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
•	30	2.2.14	D, 112 C		
Ail	1 - 36	22N	52E	M.D.M.	
Ali	6 & 7	22N	53E	M.D.M.	
All	18 & 19		53E	M.D.M.	
		22N			
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
AII	0.4	01.4901	50F	N4 (7) 84	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6 & 7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 38	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	687	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D. M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

02/25/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 75994 is issued subject to the terms and conditions imposed in said Permit 75994 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79931

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 723.97 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December 13 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December 13 2016

Map in support of proof of beneficial use shall be filed on or before:

N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this <u>13+L</u> day of <u>December</u>, A.D. <u>2011</u>

	State Engineer P	5
Completion of work filed		
Proof of beneficial use filed		
Cultural map filed		
Certificate No.	Issued	

Application No.

79931

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

	THIS SPACE FOR (OFFICE USE ONLY	
Date of filing in State Engine	er's Office JUN 15	2010 :-	
Returned to applicant for con	rection		
Corrected application filed		Map filed JUN 1-5	2010 under 7991
The applicant Kobeh Valley	Ranch LLC (c/o Genera	al Moly. Inc.)	
1726 Cole Blvd., Suite 115		of Lakewood	
Street Addre	ess or PO Box		ity or Town
Colorado 80401		hereby make(s) application	for permission to change the
State and	ZIP Code		
Point of diversion	✓ Place of use	Manner of use	of a portion
of water heretofore appropriated identify right in Decree.)	under (Identify existing rights by I	Permit, Certificate, Proof or Claim Nos.	If Decreed, give title of Decree and
Application No. 75994			
		•	
		· .•	
	Springer, or hard to		
1. The source of water is under	rground		
	Name of street	am, lake, underground, spring or other so	urces.
2. The amount of water to be char	nged 1.0 cfs or 723 97 sfs		
The second secon		acre-feet. One second foot squals 448.8	3 gallons per minute.
3. The water to be used for Min	ing & milling		
	•	c. If for stock, state number and kind of a	mimals. Must limit to one major use
		· · · · · · · · · · · · · · · · · · ·	•
4. The water heretofore used for		for stock, state number and kind of anima	·la
_	•	•	
The water is to be diverted at the distance to a found section corner. If	on unsurveyed land, it should be stat	ted.)	
within the NW 1/4 of the NE 1/4 said Section 31 bears South 32°56	of Section 31, T.22N., R.51E b' West a distance of 5374 fee	M.D.M., or at a point from whi t. Well 229 as shown on the ma	ich the southwest corner of p supporting this
Application.	•	•	
6. The existing point of diversion	is located within terminar at the	version is not changed do not answer t	
the NW 1/4 of the SW 1/4 of Sect 2, T.21N., R.50E., M.D.M., bears Application No. 75979.	ion 26, T.22N., R.50E., M.D	.M., or at a point from which the	northwest corner of Section wn on the map supporting
16620.001 // 4812-7105-6646		·• · ·	

139-EU ROA SE 580 7. Proposed place of use (Describe by legal aubdivisions. If for inigation, state number of acres to be irrigated.) See attached EXHIBIT "A" and as shown on the map accompanying this Application.

Existing place of use (Descrit moved from inigation.) se attached EXHIBIT "B" an			,	of use of irrigation pormit, describe acreage to be
Proposed use will be from	January 1	to	December 31	of each year.
). Existing use permitted from	Month and Day January 1 Month and Day	tc	Month and Day December 31 Month and Day	of each year.
Description of proposed we ecifications of your diversion active or drilled well, pump and motor	or storage works.) (ision of State man	NRS 535.010 you may ner in which water is to be d	y be required to submit plans and iverted, i.e., diversion structure, ditches, pipes and
rilled well, pump and pipelin		d mill s	ite.	
2. Estimated cost of works \$		ears		
· · · · · · · · · · · · · · · · · · ·	constitues works)		If well com	pleted, describe well
. Estimated time required to	complete the applicat	ion of w	vater to beneficial use	5 years
5. Provide a detailed description of the description may cause a delace attached remarks,	on of the proposed pr y in processing.)	oject an	d its water usage (use :	attachments if necessary); (Failure to provid
5. Miscellaneous remarks:				

RdeLlpkau@parsonsbehle.com E-mail Address (775) 323-1601

Phone No.

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Ross E, de Lipkau Signature, applicant or Parsons Behle & Latimer

Company Name 50 West Liberty Street, Suite 750

Street Address or PO Box Reno, NV 89501

City, State, ZIP Code

Revised 07/09 \$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison W/D 9/30/10

PRO OVERRULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Range 50E	Meridian M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
Ali	1-36	21N	51E	M.D.M.	
Alt	5-8	21N	52E	M.D.M.	
Alf	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
Alt	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	
All	20-30 36	. 22N	51E	M.D.M.	REL
All	1	· 22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
Ali	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
AH	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
Ali	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
IIA	22-27	21N	50E	M.D.M.
Ali	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
Ali	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
Ali	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
Alí	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

09/08/1972

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 75998 is issued subject to the terms and conditions imposed in said Permit 75998 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is approved for the entire 500.00 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 337.50 acre-feet, can be diverted annually. Additional diversion up to the total 500.00 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 337.50 acre-feet to be exceeded.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 2.0 cubic feet per second or 500.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December <u>/3</u> 2013

December <u>/3</u> 2016 N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 1311 day of December, A.D. 2011

	Fo State Engineer 2 P.E.
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

pplication No.	75	9	3	2	į

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

TH	IS SPACE FOR OFFI	CE USE ONLY			
Date of filing in State Engineer's Office	JUN 1 5 20	10			
Returned to applicant for correction	**************************************				
Corrected application filed		Map filed JUN 1.5.2	010under 7 9 9 1		
The applicant Kobeh Valley Ranch LL	C (c/o General M	loty, Inc.)			
1726 Cole Blvd., Suite 115		of Lakewood			
Street Address or PO Box	***************************************	•	of Town		
Colorado 80401		hereby make(s) application f	or permission to change the		
State and ZIP Code					
Point of diversion F	lace of use	Manner of use	of a portion		
of water heretofore appropriated under (Identification of the control of the cont	fy existing rights by Perm	it, Certificate, Proof or Claim Nos. 16	Decreed, give title of Decree and		
Application No. 75998			•		
•					
1. The source of water isunderground	Name of stream, 1	ake, underground, spring or other sour	ces.		
2. The amount of water to be changed Second feet, acro-feet. One second foot equals 448.83 gallons per minute.					
	SOMMATICAL BUILD	With Other spherical policy in the second			
3. The water to be used for Mining & milli					
Irrigation, power, m	daing, commercial, etc. If	for stock, state number and kind of an	imais. Must firm to one major use		
4. The water heretofore used for Mining & milling					
der mer men mer der der de delakti	If for s	tock, state number and kind of animals			
5. The water is to be diverted at the following point (Describe as being within a 40-acre subdivision of public survey and by course and distance to a found section corner. If on unsurveyed land, it should be stated.)					
within the NW 1/4 of the NE 1/4 of Section : said Section 31 bears South 32°56' West a di Application.	31. T.22N., R.51E., N stance of 5374 feet.	1.D.M., or at a point from whic Well 229 as shown on the map	h the southwest corner of supporting this		
6. The existing point of diversion is located the SE J/4 of the NW J/4 of Section 21, T.2. 31, T.22N., R.51E., M.D.M., bears South 41 Application No. 75979.	2N. R.51E. M.D.M.	or at a point from which the se	outhwest corner of Section		

16620.001 :// 4844-9169-2294

(39-ED) ROA SE 587

79932

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of ucres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8,	Existing place of use	(Describe by legal subdivisions.	If changing place of use and/or manner of use of irrigation permit, describe acreage to be
ren	noved from irrigation.)		

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

9. Proposed use will be from	January 1	to	December 31	of each year,
•	Month and Day		Month and Day	
10. Existing use permitted from	_i January I	to	December 31	of each year.
	Month and Day	•••••	Month and Day	
 Description of proposed wo specifications of your diversion flumes or drilled well, pump and motor 	or storage works.) (St	sion of tate manu	NRS 535,010 you maj ser in which water is to be d	y be required to submit plans and livened, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipelin	•	l mill si	ite.	
12. Estimated cost of works	3,000,000			
13. Estimated time required to	construct works 3 ye	ears		
	*****		If well com	pleted, describe well.
14. Estimated time required to	complete the application	n of w	ater to beneficial use	5 years
15. Provide a detailed description of the descripti	on of the proposed pro	ject and	d its water usage (use	nttachments if necessary): (Failure to provide
See attached remarks.				

16. Miscellaneous remarks:

	Ross E. de Lipkau				
RdeLipkau@parsonsbehle.com	The or print perme clearly				
E-mail Address	MOSIVE TI DIL (LIGHT)				
(775) 323-1601	Signature, applicant or agont				
Phone No. Ext.	Parsons Behle & Latimer				
EU164	Company Name				
ADDITION NATION BY STORIES	50 West Liberty Street, Suite 750				

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Street Address or PO Box Rono, NV 89501

City, State, ZIP Code

Revised 07/09

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison
PRO OVERRULED 7-15-11 RULING 6127

ROA SE 588

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2 All	Section 2 3-5	Township 20N 20N	Range 50E 50E	Meridian M.D.M. M.D.M.	
Alt	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50 €	M.D.M.	
\$ 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.O.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	00
All	20-3636	22N	51E	M.D.M.	REL
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	` м.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.O.M.	
All	30 & 31	22N	53E	M.O.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51 E	M.D.M.
Αï	6 & 7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
ЦA	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

12/05/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion, place and manner of use of the waters of an underground source as heretofore granted under Permit 73546 is issued subject to the terms and conditions imposed in said Permit 73546 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534,030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79933

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State

Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 723.97 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December <u>13</u> 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>13</u> 2016

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 134L day of December, A.D. 2011

	State Engineer	
Completion of work filed		-
Proof of beneficial use filed		-
Cultural map filed		
Certificate No.	Issued	

Application	No.

79933

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

ТНІ	S SPACE FOR	OFFICE USE ONLY		
Date of filing in State Engineer's Office	JUN 1 5	2010		
Returned to applicant for correction				
Corrected application filed		Map filed JUN	15 2010 under 7	991
The applicant Kobeh Valley Ranch LL	C (c/o Gene	ral Moly, Inc.)		
1726 Cole Blvd., Suite 115		of Lakewood		
Street Address or PO Box	· · · · · · · · · · · · · · · · · · ·		City of Town	
Colorado 80401		hereby make(s) app	lication for permission to cha	ange the
State and ZIP Code				
Point of diversion P	lace of use	Manner of u	se of a portion	on
of water heretofore appropriated under (identificantify right in Decree.)	fy existing rights b	y Permit, Certificate, Proof or Cla	ilm Nos. If Decreed, give title of D	ecree and
Application No. 73546	**			
Application (170, 15540				
1. The source of water isunderground				
	Name of s	ream, lake, underground, spring o	r other sources.	
2. The amount of water to be changed 1.0 c	fs or 723.97 af	1		
	Second fe	et, acre-feet. One second foot equ	ials 448.83 gallons per minute.	
7 The content by a few Mining & william				
3. The water to be used for Mining & milling Intention, power, m	ining, commercial.	etc. If for stock, state number and	kind of animals. Must limit to one	major use
				•
4. The water heretofore used for Mining, mi	lling, and dewa		Inca-imple	
		If for stock, state number and kine	1 Of Statistics	
The water is to be diverted at the following distance to a found section corner. If on unaneveyed	g point (Describe I land, it should be:	as being within a 40-acre subdivide stated.)	tion of public survey and by course t	Arzd
within the NW 1/4 of the NE 1/4 of Section 3 said Section 31 bears South 32°56' West a di- Application.	1. T.22N., R.5	IE. M.D.M., or at a point f	rom which the southwest con the map supporting this	ner of
6. The existing point of diversion is located within the SW 1/4 of the SE 1/4 of Section 1 Section 35, T.21N., R.51E., M.D.M., bears No. 73546.	1, T.20N., R.51	E., M.D.M., or at a point fr	om which the southeast corn	er of lication

16620.001 // 4818-8735-7958

ベチターだし ROA SE 594

- 7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.) See attached EXHIBIT "A" and as shown on the map accompanying this Application.
- 8. Existing place of use (Describe by legal subdivisions. If changing place of use and/or manner of use of irrigation permit, describe acreage to be removed from Irrigation.)

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

9. Proposed use will be from	January I	to	December 31	of each year.
	Month and Day		Month and Day	
10. Existing use permitted from	o January 1	to	December 31	of each year.
	Month and Day		Month and Day	gala-calcumida
	n or storage works.) (Sh			y be required to submit plans and ivened, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipelin	ies or truck to mine and	mill s	ite.	
12. Estimated cost of works	3,000,000			
13. Estimated time required to	construct works 3 ye	ars		
		1-VV	If well com	pleted, describe well.
14. Estimated time required to	complete the application	n of w	rater to beneficial use	5 years
15. Provide a detailed descripti	ion of the proposed proj	ject an	d its water usage (use	attachments if necessary): (Pailure to provide

16. Miscellaneous remarks;

See attached remarks.

RdeLipkau@parsonsbehle.com E-mail Address (775) 323-1601

a detailed description may cause a delay in processing.)

Phone No.

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Ross, Et de Lipkau

Parsons Behle & Latimer

Сотрапу Name

50 West Liberty Street, Suite 750

Street Address or PO Box Reno, NV 89501

City, State, ZIP Code

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION Revised 07/09

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison W/D 9/30/10

PRO OVERRULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Range 50E	Meridian M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50€	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
Ail	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	· 22N	51E	M.D.M.	
All	10-15	22N	51E	M.O.M.	REL
IIA	20-30 36	22N ·	51E	M.D.M.	, ,
All	1	22N	51 1/2 E	M.D.M.	
Ail	12 & 13	22N	51 1/2 E	M,D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	2 2N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6 & 7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50É	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
Ail	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
Ali	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
Ali	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
Ali	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22 N	51 1/2 E	M.D.M.
All	1 - 36	22 N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
Ali	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

05/30/1997

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 76745 is issued subject to the terms and conditions imposed in said Permit 76745 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

The total combined duty of water under Permits 79934, 79935, 79936, 79937, 79938 and 79939 being from the same well shall not exceed 565 acre-feet annually.

The issuance of Permit 79934 totally abrogates Permit 76745. (Continued on Page 2)

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other

permits from State, Federal and local agencies.

Permits 79934 and 79941 are approved for the entire total combined duty of 819.24 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 552.99 acre-feet, can be diverted annually. Additional diversion up to the total 819.24 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 552.99 acre-feet to be exceeded.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this

permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.22 cubic feet per second or 565.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December <u>13</u> 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>13</u> 2016

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this /3/L day of December, A.D. 2011

	for State Engineer	P.E.
Completion of work filed		
Proof of beneficial use filed		
Cultural map filed		
Certificate No.	Issued	

Application No.	Application No.	79	93	4
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APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

FICE USE ONLY	
2010	
Map filed JUN 1:5 2	010 _{under} 799
Moly, Inc.)	
of Lakewood	
	or Town
hereby make(s) application f	or permission to change the
Manner of use	of a portion
milt, Certificate, Proof or Claim Nos. If	Decreed, give title of Decree and
, lake, underground, spring or other sour	ces,
cre-fect. One second foot equals 448.83	gallons per minute.
r stock, state number and kind of animal	
d.) M.D.M., or at a point from which distance of 8890 feet. Well 206 ersion is not changed, do not answer.) The or at a point from which the so	h the southwest corner of as shown on the map
	Moly, Inc.) of Lakewood City hereby make(s) application f

16620.001 // 4822-4125-2358

139 E 601

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)
See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8. Existing place of use (Describe removed from irrigation.)			•		reage to be
See attached EXHIBIT "B" and	as shown on the map	suppor	ting Application No. 7	<u> 72695.</u>	
9. Proposed use will be from	······································	to	December 31	of each year.	
1A mutatur - No s n	Month and Day January 1		Month and Day December 31	-Carab years	
10. Existing use permitted from	Month and Day	to	Month and Day	of each year.	
11. Description of proposed wo specifications of your diversion flumes or drilled well, pump and motor,	or storage works.) (St	ion of ate mans	NRS 535.010 you may her in which water is to be d	be required to submit plans a iverted, i.e., diversion structure, ditche	nd es, pipes and
Drilled well, pump and pipeline	s or truck to mine and	mill s	ite.		
12. Estimated cost of works \$3	3,000,000				
13. Estimated time required to c	construct works 3 VC	ars			
	one and thought		If well comp	oleted, describe well.	
14. Estimated time required to o	omplete the application	n of w	ater to beneficial use	5 years	······································
15. Provide a detailed description a detailed description may cause a delay See attached remarks.	on of the proposed pro y in processing.)	ject an	d its water usage (use a	attachments if necessary): (Fail	ure to provide
16. Miscellaneous remarks:					

RdeLipkau@parsonsbehle.com

E-mail Address

(775) 323-1601

Phone No.

Ext

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT Ross E, de Lipkeu

Spe orford yarne clearly

Manual Company

Signature, applicant or angular Parsons Behle & Latimer

Company Name

50 West Liberty Street, Suite 750

Street Address or PO Box Reno, NV 89501

City, State, ZIP Code

Revised 07/09

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: July 28, 2010, by Kenneth F. Benson, August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison
PRO OVERRULED 7-15-11 RULING 6127

ROA SE 602

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Range 50E	Meridian M.D.M.	
All	3-5	20N	50E	M.D.M.	
ΑĦ	1-3	21N	50E	M.D.M.	
Ali	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REL
All	20-3076	22N	51E	M.D.M.	X to lam
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
Ail	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
Αll	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All .	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	. 1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
IIA	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
Alt	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

02/25/1944

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 76990 is issued subject to the terms and conditions imposed in said Permit 76990 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534,030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

The total combined duty of water under Permits 79934, 79935, 79936, 79937, 79938 and 79939 being from the same well shall not exceed 565 acre-feet annually.

The issuance of Permit 79935 totally abrogates Permit 76990. (Continued on Page 2)

Permit No. 79935

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other

permits from State, Federal and local agencies.

This permit is approved for the entire 322.5 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount for 65.54 acres of the base right, 176.96 acrefeet, can be diverted annually. Additional diversion up to the total 322.5 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 176.96 acre-feet to be exceeded.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this

permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.76 cubic feet per second or 322.5 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December 13 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>/3</u> 2016 N/A

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 1344 day of December, A.D. 2011

	fo State Engineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

Application No.	79	93	35
,			

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

			
тн	IS SPACE FOR OFFICE	USE ONLY	
Date of filing in State Engineer's Office	JUN 1 5 2010		
Returned to applicant for correction			
Corrected application filed	<u></u>	Map filed JUN 1-5 2	010 under 7991
The applicant Kobeh Valley Ranch LI	.C (c/o General Mol	y, Inc.)	
1726 Cole Blvd., Suite 115		of Lakewood	
Street Address or PO Box			or Town
Colorado 80401 State and ZIP Code	<u></u> h	nereby make(s) application for	or permission to change the
pa	Place of use	Manner of use	of a portion
of water heretofore appropriated under (ident			Decreed, give title of Decree and
identify right in Decree.)	in a service of the s		
Application No. 76990			
	***	www.compress.epige	
1. The source of water is underground	Name of stream, lake	, underground, spring or other source	755.
		- Company of the second se	
2. The amount of water to be changed 0.76	5 cis or 322.5 afa	et. One second foot equals 448,83	gallons per minute.
		on with annation ough admits a solube.	- •
3. The water to be used for Mining & milli	ing	stock, state number and kind of an	imals. Must limit to one major use
Irrigation, power, i	mining, commercial, etc. If for	AMER' 21910 HALLINGS BUILD KIND OF SU	THE PERSON OF THE PROPERTY WAS INC.
4. The water heretofore used for Mining &		311.3.5	
•	If for stock	k, state number and kind of animals	,
5. The water is to be diverted at the following distance to a found section comer. If on unsurveyer	ed land, it should be stated.)		
within the SW 1/4 of the NE 1/4 of Section Section 31. T.22N., R.51E., M.D.M., bears accompanying this Application.	30. T.22N., R.51E., M.D. South 22°07' West a distr	M., or at a point from which ance of 8890 feet. Well 206	h the southwest comer of us shown on the map
6. The existing point of diversion is located	Within (If point of diversion	is not changed, do not answer.)	
within the SE 1/4 of the NE 1/4 of Section 3 Section 31, T.22N., R.51E., M.D.M., bears supporting Application No. 75979.	10. T.22N., R.51E., M.D.	M., or at a point from which	the southwest corner of 5 as shown on the map

16620.001 // 4823-7579-7766

7. Proposed place of use (Describe by legal subdivisions. If for imigation, state number of acres to be irrigated.) See attached EXHIBIT "A" and as shown on the man accompanying this Application.

<u>e attached EXHIBIT "B" a</u>	and an abassa as Ab		Amuliantian No. 3	7695
	ing as snown on the map	support	ng Application No. 7	407.1.
Proposed use will be from		to I	December 31	of each year.
	Month and Day		Month and Day	C
Existing use permitted fro	January 1 Month and Day	to	December 31 Month and Day	of each year.
			•	v
. Description of proposed verifications of your diversi	works. (Under the provi	sion of N	IRS 535.010 you may	/ be required to submit plans and ivened, i.e., diversion structure, ditches, pipes as
mes or drilled well, pump and mor	Hor, etc.)	riano matme	t thi Milical Metro 13 to 10 b	, , , , , , , , , , , , , , , , , , , ,
rilled well, pump and pipeli	lines or truck to mine an	d mill sit	2.5	
Estimated cost of works	\$3,000,000		•	
. 1234HIAWW VOST OF WILLY		······································		
. Estimated time required to	to construct works 3 y	ears		
			******	pleted, describe well.
. Estimated time required to	to complete the applicati	on of wa	ter to beneficial use	5 years
	ntion of the proposed pr	nient and	ite water usage (use	attachments if necessary): (Failure to prov
Provide a detailed descrip	heider on this brohoses his	aloor wire	10 Million thomps (mass	
. Provide a detailed descrip etailed description may cause a de	lelay in processing.)			•
. Provide a detailed descrip etailed description may cause a de ce attached remarks.	lelay in processing.)			
etailed description may cause a de	elay in processing.)			
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etailed description may cause a de se attached remarks.	etay in processing.)			
etailed description may cause a de se attached remarks.	etay in processing.)			
etailed description may cause a de	etay in processing.)			
etailed description may cause a de se attached remarks.	etay in processing.)			
etailed description may cause a de se attached remarks.	etay in processing.)			
etailed description may cause a de se attached remarks.	etay in processing.)	Ro	ss E) de Lipkau	A CA

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Phone No.

(775) 323-1601

B-mail Address

Parsons Behle & Latimer Company Name 50 West Liberty Street, Suite 750 Street Address or PO Box Reno, NV 89501

City, State, ZIP Code

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION Revised 07/09

Ext

Protested: July 28, 2010, by Kenneth F. Benson, August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian	
W 1/2	2	20N	50E	M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50€	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34~36	21N	50E	M.D.M.	
\$ 1/2	32 & 33	21N	50E	M.D.M.	
Ali	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REL
All	20-3 6 3 6	22N	51E	M.D.M.	1,00
All	1	22N	51 1/2 E	M.D.M.	
Ali	12 & 13	22N	51 1/2 E	M.D.M.	
Ali	24 & 25	22N	51 1/2 E	M.D.M.	
ΑſΙ	36	22N	51 1/2 E	M.D.M.	
Atl	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53 E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
Ali	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	687	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
Ali	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
- All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

02/25/2005

******* <u>APPROVAL</u> OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 75990 is issued subject to the terms and conditions imposed in said Permit 75990 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually. The total combined duty of water under Permits 79934, 79935, 79936, 79937, 79938 and 79939 being from the same well shall not exceed 565 acre-feet annually.

The issuance of Permit 79936 totally abrogates Permit 75990. (Continued on Page 2)

Permit No. 79936

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other

permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this

permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 272.64 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December 13 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>/3 2016</u>

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 1341 day of December, A.D. 2011

	State Engineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

	79936	
application No.	1000	

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

ТН	IS SPACE FOR OF	TICE USE ONLY	
Date of filing in State Engineer's Office	JUN 1 5 20	10	,
Returned to applicant for correction	***		
Corrected application filed		Map filed JUN 1, 5 2	010 under 7991
The applicant Kobeh Valley Ranch LL	.C (c/o General l	Moly, Inc.)	
1726 Cole Blvd., Suite 115	**************************************	of Lakewood	
Street Address or PO Box	····	***	y or Town
Colorado 80401		hereby make(s) application	for permission to change the
State and 7.IP Code			
Point of diversion	Place of use	Manner of use	of a portion
of water heretofore appropriated under (Identi identify right in Decree.)	ify existing rights by Pen	nit, Certificate, Proof or Claim Nos. 1	f Decreed, give title of Decree and
Application No. 75000			
Application No. 75990			
	***************************************		•
1. The source of water is underground			
THE SOULD OF WHICH IS MANUAL PROPERTY.	Name of stream,	lake, underground, spring or other sou	(CCS.
g 5%			
2. The amount of water to be changed 1.00		re-feet. One second foot equals 448.83	gallong per minute
es en	Second leet, ac	te-test. One second took edams 440.00	Sandis her innime.
3. The water to be used for Mining & milli			
Irrigation, power, n	nining, commercial, etc.	If for stock, state number and kind of ar	imals. Must limit to one major use
4. The water heretofore used for Mining & :	millina		
4. The Auter intermote asso fol mining or		stock, state number and kind of animal	9.
e e e e e e e e e e e e e e e e e e e	-,	• "	
The water is to be diverted at the followin distance to a found section comer. If on unsurveyor	g point (Describe as be	ing within a 40-acre subdivision of pub	lic survey and by course and
within the SW 1/4 of the NE 1/4 of Section 3			h the southwest corner of
Section 31, T.22N., R.51E., M.D.M., bears Saccompanying this Application.	South 22°07' West a	distance of 8890 feet. Well 200	as shown on the map
6. The existing point of diversion is located	within /sensine of discus-	rion is not changed the not snewer !	
the NW 1/4 of the SE 1/4 of unsurveyed Sec			which the southwest corner
of Section 31, T.22N., R.51E., M.D.M., beau supporting Application No. 75979.			
		•	

16620.001 // 4810-6756-8134

79936

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.) See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8.	Existing place of use (Describe by legal subdivisions.	If changing place of use ant/or manner of use of irrigation permit,	describe acreage to be
ren	poved from irrigation.)		

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

9. Proposed use will be from	January 1	to	December 31	of each year.
10. Existing use permitted from	Month and Day January 1 Month and Day	to	Month and Day December 31 Month and Day	of each year.
 Description of proposed wo specifications of your diversion flumes or drilled well, pump and mater 	or storage works.) (Si	sion of ate man	NRS 535.010 you may ner in which water is to be d	y be required to submit plans and iverted, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipeline	es or truck to mine and	lmills	i <u>te.</u>	
12. Estimated cost of works	3,000,000			
13. Estimated time required to o	construct works 3 ye	ars		
1.4 Vintimental dince magniture day				pletod, describe well. 5 years
14. Estimated time required to a	complete the application	on of w	aler to beneficial use	J yvais
 Provide a detailed description detailed description may cause a delag 	on of the proposed pro	ject an	d its water usage (use	attachments if necessary): (Failure to provide
See attached remarks.	, * 14-4-10111 B/			
16. Miscellaneous remarks:				
		R	oss E, de Lipkau	1 - 6 1
RdeLipkau@parsonsbehle.co	m	-	Whill Stype	or print name estaction
E-mail Address		#	WILL IN	V XIIII

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Phone No.

(775) 323-1601

Parsons Behle & Latimer

Company Name

50 West Liberty Street, Suite 750

Street Address or PO Box

Reno, NV 89501

Signature, applicant

City, State, ZIP Code

Revised 07/09 \$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: July 28, 2010, by Kenneth F. Benson, August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison
PRO OVERRULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2 All	Section 2 3-5	Township 20N 20N	Range 50E 50E	Meridian M.D.M. M.D.M.	
All	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
Ali	22-27	21N	50 ⊞	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REL
All	20-3636	22N	51E	M.D.M.	VC
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
ΑII	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "8", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
Ali	1-36	21N	51E	M.D.M.
Αll	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6 & 7	22N	53E	M.D.M.
AH	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
Ail	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

02/25/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 75991 is issued subject to the terms and conditions imposed in said Permit 75991 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

The total combined duty of water under Permits 79934, 79935, 79936, 79937, 79938 and 79939 being from the same well shall not exceed 565 acre-feet annually.

The issuance of Permit 79937 totally abrogates Permit 75991. (Continued on Page 2)

Permit No. 79937

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 565.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December

December <u>13</u> 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>13</u> 2016

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 1342 day of December, A.D. 2011

	for State Engineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

Application No.	79	93	7

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

· · · · · · · · · · · · · · · · · · ·			
	THIS SPACE FOR C	OFFICE USE ONLY	
Date of filing in State Engineer's Of	ffice JUN 1 5	2010	
Returned to applicant for correction			
Corrected application filed		Map filed JUN 1:5	2010 _{under} 7991
The applicant Kobeh Valley Rancl	n LLC (c/o Genera	l Moly, Inc.)	•
1726 Cole Blvd., Suite 115		of Lakewood	
Street Address or PC) Box		y or Town
Colorado 80401		hereby make(s) application	for permission to change the
State and ZIP Cod	c		
Point of diversion	✓ Place of use	Manner of use	of a portion
of water heretofore appropriated under identify right in Decree.)	(Identify existing rights by I	Permit, Certificate, Proof or Claim Nos.	If Decreed, give title of Decree and
Application No. 75991			
The source of water is undergroun	đ	And the second s	
	Name of street	um, lake, underground, spring or other sou	rces.
2. The amount of water to be changed	1 ft of 723 97 afa		
- The united to the state to be blinkinged	Second feet	acre-feet. One second foot equals 448.83	gailons per minute.
n mm	****		
3. The water to be used for Mining &		c. If for stock, state number and kind of a	nimals. Must limit to one major use
	THE PERSON NAMES OF THE PERSON NAMES OF	K T IN DIGAN PARK INC.	•
4. The water heretofore used for Minim			
	1f	for stock, state number and kind of anima	15.
5. The water is to be diverted at the foll distance to a found section corner. If on cross	owing point (Describe as	being within a 40-acre subdivision of put	dic survey and by course and
within the SW 1/4 of the NE 1/4 of Sec Section 31, T.22N, R.51E, M.D.M., be accompanying this Application.	tion 30, T.22N., R.51E Pars South 22°07' West	. M.D.M., or at a point from whith a distance of 8890 feet. Well 20	ch the southwest comer of 6 as shown on the map
6. The existing point of diversion is loc	ated within (If point of di	version is not changed, do not answer.)	
the NW 1/4 of the SE 1/4 of unsurveyed of Section 31, T.22N., R.51E., M.D.M., supporting Application No. 75979.	1 Section 13, T.22N., R	50E. M.D.M., or at a point from	which the southwest corner 207 as shown on the map

16620.001 // 4822-5848-8326

139 - EU ROA SE 622

79937

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8. Existing place of use (Describe by legal subdivisions.	If changing place of use and/or manner of use of irrigation permit,	describe acreage to be
removed from irrigation.)		

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

Proposed use will be from	January 1	to	December 31	of each year.
10. Existing use permitted from	Month and Day January 1	 to	Month and Day December 31	of each year,
	Month and Day		Month and Day	
	or storage works.) (Su			be required to submit plans and iverted, i.e., diversion structure, ditches, pipes and
Orilled well, pump and pipeling	es or truck to mine and	mill s	i <u>ite.</u>	
12. Estimated cost of works \$	3,000,000			

13. Estimated time required to construct works 3 years
If well completed, describe well.
14. Estimated time required to complete the application of water to beneficial use 5 years

15. Provide a detailed description of the proposed project and its water usage (use attachments if necessary): (Faiture to provide a detailed description may cause a delay in processing.)

See attached remarks.

16. Miscellaneous remarks:

RdeLipkau@parsonsbehlc.com
E-mail Address
(775) 323-1601
Phone No. Ext.

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT Ross E de Lipkau

Speck pent name clockly

Signature, applicant or gent

Parsons Behle & Latimer

Company Name
50 West Liberty Street, Suite 750
Street Address or PO Box

Reno, NV 89501

City, State, ZIP Code

Revised 07/09 \$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: July 28, 2010, by Kenneth F. Benson, August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison

PRO OVERRULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2 Ali	Section 2 3-5	Township 20N 20N	Range 50E 50E	Meridian M,D,M, M,D.M.	
All	1-3	21N	50E	M.D.M.	
Alı	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
5.0	• -				
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
Aii	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51 E	M.D.M.	
All	10-15	22N	51E	M.D.M.	20
All	20-3076	22N	51E	M.D.M.	REL
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6 & 7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
An	1-3	21N	50E	M.D.M.
All	10-15	21N	50€	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52 E	M.D.M.
AJI	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
Alí	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
Ali	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

08/02/2006

******* APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion, place and manner of use of a portion of the waters of an underground source as heretofore granted under Permit 74587 is issued subject to the terms and conditions imposed in said Permit 74587 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

The total combined duty of water under Permits 79934, 79935, 79936, 79937, 79938 and 79939 being from the same well shall not exceed 565 acre-feet annually.

The issuance of Permit 79938 abrogates 1.0 cubic feet per second and 723.97 acre-feet from Permit 74587.

(Continued on Page 2)

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 565.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December <u>/3</u> 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>/3 2016</u>

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 13H day of December, A.D. 2011

	for state Engineer	
Completion of work filed		
Proof of beneficial use filed		
Cultural map filed		
Certificate No.	Issued	

	79 93 8
Application No.	13400

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

			ļ			
	THIS SPACE FOR OF	FICE USE ONLY				
Date of filling in State Engineer's (Office JUN 15	2010				
Returned to applicant for correction	n					
Corrected application filed		Map filed JUN 1, 5, 2	010under 7991			
The applicant Kobeh Valley Ran	ch LLC (c/o General	Moly, Inc.)				
1726 Cole Blvd., Suite 115		of Lakewood				
Street Address or Colorado 80401	PO Box		y or Town for permission to change the			
State and ZIP C	xle	neredy make(s) application	tot permission to ontainge are			
✓ Point of diversion	✓ Place of use	✓ Manner of use	of a portion			
of water heretofore appropriated unde identify right in Decree.)	(Identify existing rights by Pe	rmit, Certificate, Proof or Claim Nos.	If Decreed, give title of Decree and			
Amelianta No. 74507						
Application No. 74587						
1. The source of water is undergrou	nd					
1. The source of Marci 12 minor Bron		n, lake, underground, spring or other sou	rces.			
2. The employed of makes to the state of						
2. The amount of water to be changed	Second feet, p	icre-fect. One second foot equals 448.83	gallons per minute.			
7 Thomas Assault and the Minimum						
3. The water to be used for Mining a		If far stock, state number and kind of a	nimals. Must limit to one major use			
4. The water heretofore used for Min		ng or stock, state number and kind of anima	le			
	' 1111	ni stock, siste numbet exic king de contra	19.			
The water is to be diverted at the for distance to a found section corner. If on un	llowing point (Describe as b surveyed land, it should be state	eing within a 40-acre subdivision of put d.)	lic survey and by course and			
within the SW 1/4 of the NE 1/4 of Se	ction 30, T.22N., R.51E.,	M.D.M., or at a point from whi	ch the southwest corner of			
Section 31, T.22N., R.51E., M.D.M., accompanying this Application.	bears South 22°07' West a	distance of 8890 feet, Well 20	6 as shown on the map			
6. The existing point of diversion is k	control available appropriate and					
			h the southwest corner of			
within the NE 1/4 of the NW 1/4 of Section 7, T.21N., R.52E., M.D.M., or at a point from which the southwest corner of Section 18, T.21N., R.52E., M.D.M., bears South 9°35′20" West a distance of 10,841 feet as shown on the map supporting						

16620.001 // 4815-0397-2358

Application No. 74587.

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)
See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8.	Existing place of use (Describe by legal subdivisions.	If changing place of use and/or manner of use of irrigation permit, describe acreage to be
rer	noved from irrigation.)	

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

Proposed use will be from	January I	to	December 31	of each year.	
·	Month and Day		Month and Day	•	
0. Existing use permitted from	January 1	to	December 31	of each year.	
or maning doe permitted trout	Month and Day	·	Month and Day		
1. Description of proposed wo	der Aladortha mond	a: a c	NDC 575 010 uon mm	he required to submit plans	and
specifications of your diversion lumes or drilled well, pump and motor,	or storage works.) (Se	tate man	ner in which water is to be d	liverted, i.e., diversion structure, dix	hes, pipes and
Drilled well, pump and pipeline	s or truck to mine and	<u>i mill s</u>	<u>ite.</u>		
2. Estimated cost of works \$3	3.000.000			•	
2. Diffinated boot of Works 42	,,000,000				
3. Estimated time required to c	construct works 3 ye	ears			
			If well com	pleted, describe well.	
4. Estimated time required to c	omplete the application	on of v	rater to beneficial use	5 years	
•					
l 5. Provide a detailed descriptio	in of the proposed pro	ject an	d its water usage (use	attachments if necessary): (Fa	álure to provide
detailed description may cause a detay	m processing.)	•			
See attached remarks,					
6. Miscellaneous remarks:					
		R	oss, E, de Lipkau	1 . 1 .	
			// / / Pativno	Marint name dearbo	
RdcLipkau@parsonsbehle.co	m	1	100/6/97 71	WARKAII)	
E-mail Address		6	transi2	ure, applicant or agent	
(775) 323-1601		P	arsons Behle & Latim	• • • • • • • • • • • • • • • • • • • •	
Phone No.	Ext.	4.		Company Name	
		5	0 West Liberty Street,	• •	
APPLICATION MUST BE S	IGNED	=		<u> </u>	

Revised 07/09 \$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Reno, NV 89501

BY THE APPLICANT OR AGENT

Street Address or PO Box

City, State, ZIP Code

Protested: July 28, 2010, by Kenneth F. Benson, August 12, 2010, by Eureka County, August 20, 2010, by Tim.

Halpin, August 20, 2010, by D. Lloyd Morrison

PRO OVERRULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2 All	Section 2 3-5	Township 20N 20N	Range 50E 50E	Meridian M.D.M. M.D.M.	
Ali	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.O.M.	
All	1-36	21N	51E	M.D.M.	
. Ali	5-8	21N	52E	M,D.M.	
All	18 & 19	21N	52E	M.D.M.	
Ali	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D. M.	
All	10-15	22N	51E	M.D.M.	REL-
All	20-3636	22N	51E	M.D.M.	Ke
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Moridian
Ail	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.O.M.
All	1-36	21N	51E	M.D.M.
All	6 & 7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36 ·	21 1/2N	52E	M.D.M.
Ali	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
Ali	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M,D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
Ali	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

12/05/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion, place and manner of use of the waters of an underground source as heretofore granted under Permit 73547 is issued subject to the terms and conditions imposed in said Permit 73547 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

The total combined duty of water under Permits 79934, 79935, 79936, 79937, 79938 and 79939 being from the same well shall not exceed 565 acre-feet annually.

The issuance of Permit 79939 totally abrogates Permit 73547. (Continued on Page 2)

Permit No. 79939

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other

permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this

permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 565.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December 13 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>13</u> 2016

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 1344 day of December, A.D. 2011

	for State Engineer / P. C.
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

	1	9	9	3	9	
Application No.						

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

THIS Date of filing in State Engineer's Office	S SPACE FOR OFF		
Returned to applicant for correction			
Corrected application filed		Map filed JUN 1 5	2010 under 7991
The applicant Kobeh Valley Ranch LLC	C (c/o General l	Moly, Inc.)	
1726 Cole Blvd., Suite 115		of Lakewood	
Street Address or PO Box			ty or Town
Colorado 80401	····	hereby make(s) application	for permission to change the
State and ZIP Code			
Point of diversion P	lace of use	Manner of use	of a portion
of water heretofore appropriated under (Identified identify right in Decree.)	y existing rights by Per	mit, Centificate, Proof or Claim Nos.	If Decreed, give title of Decree and
Application No. 73547			
The source of water isunderground 2. The amount of water to be changed 1.0 c		, lake, underground, spring or other so	urces.
z. The annual of them to be charged	Second feet, a	cre-feet. One second foot equals 448.8	3 gallons per minute.
The water to be used for Mining & millir Infgation, power, m The water heretofore used for Mining, milling, mi	ining, commercial, etc.	If for stock, state number and kind of	unimals. Must limit to one major use
	If fo	r stock, state number and kind of anim	nis.
 The water is to be diverted at the following distance to a found section comer. If on unsurveyed within the SW 1/4 of the NE 1/4 of Section 3 Section 31, T.22N., R.51E., M.D.M., bears Saccompanying this Application. The existing point of diversion is located within the SE 1/4 of the NW 1/4 of Section 1 Section 35, T.21N., R.51E., M.D.M., bears N. No. 73347. 	land, it should be state: 0, T.22N., R.51E outh 22°07! West a within (If point of dive	d.) M.D.M., or at a point from wh. distance of 8890 feet. Well 20 rsion is not changed, do not answer.) M.D.M., or at a point from wh	ich the southwest comer of 16 as shown on the map 16 the southeast comer of
AEL REL		•	

16620.001 // 4823-4040-8326

139-EU ROA SE 636

7993**9**

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8.	Existing place of use (Describe by legal subdivisions,	If changing place of use and/or manner of use of irrigation permit, describe acreage to be
ret	noved from irrigation.)	

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

9. Proposed use will be from	January I	to	December 31	of each year.
	Month and Day		Month and Day	
10. Existing use permitted from	January 1	to	December 31	of each year.
	Month and Day	*******	Month and Day	
 Description of proposed workspecifications of your diversion flumes or drilled well, pump and motor, 	or storage works.) (Sh	ion of uc man	NRS 535.010 you may ner in which water is to be di	be required to submit plans and verted, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipeline	s or truck to mine and	mill s	ite.	
12. Estimated cost of works \$3	3,000,000			·
13. Estimated time required to c	onstruct works 3 ye	ars		
			If well comp	leted, describe well.
14. Estimated time required to c	complete the application	n of w	vater to beneficial use	5 years
15. Provide a detailed description detailed description may cause a delay	on of the proposed proj	ect an	d its water usage (use e	attachments if necessary): (Failure to provide
See attached remarks.				
			,	
Miscellaneous remarks;				

RdcLipkau@parsonsbehle.com

E-mail Address

(775) 323-1601

Phone No.

Ext.

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT Ross E. de Lipkau

The or pringing ne cless

Signature, applicant or agon

Parsons Behle & Latimer

Company Name

50 West Liberty Street, Suite 750

Street Address or PO Box

City, State, ZIP Code

Revised 07/09

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Reno, NV 89501

Protested: July 28, 2010, by Kenneth F. Benson, August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2 All	Section 2 3-5	Township 20N 20N	Range 50E 50E	Meridian M.D.M. M.D.M.	
All	1-3	21N	50€	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.O.M.	
All	1-36	21N	51E	M.D.M.	
Alt	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M,D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	
All	20-3076	22N	51E	M.D.M.	REL
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	` 22N	51 1/2 E	M.O.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51 <u>E</u>	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	5 1E	M,D.M.
All	6 & 7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
Ali	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
Alt	24 & 25	22N	51 1/2 E	M.D.M.
Ali	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
Ail	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.

The well, pursuant to this application, shall be utilized for construction purposes. The applicant intends, at the conclusion of construction, to change the point of diversion of this application to a production well.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

08/02/2006

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion, place and manner of use of a portion of the waters of an underground source as heretofore granted under Permit 74587 is issued subject to the terms and conditions imposed in said Permit 74587 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

Total pumpage from this well under Permit 79940 is limited to 565 acre-feet annually.

The issuance of Permit 79940 abrogates 5.0 cubic feet per second and 2,500 acre-feet from Permit 74587.

(Continued on Page 2)

Permit No. 79940

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 5.0 cubic feet per second or 565.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December /3 2013

December <u>/3</u> 2016

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 13/4 day of December, A.D. 2011

	So State Engineer (<u>}</u>
Completion of work filed		
Proof of beneficial use filed		
Cultural map filed		
Certificate No.	Issued	

pplication No.	7994	0
PP		

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

тні	THIS SPACE FOR OFFICE USE ONLY				
Date of filing in State Engineer's Office	JUN 1 5 2010				
Returned to applicant for correction					
Corrected application filed	Map file	d JUN 1 5	2010 under 7 9 9 1		
The applicant Kobeh Valley Ranch LL	C (c/o General Moly, Inc.)				
1726 Cole Blvd., Suite 115	of Lake				
Streel Address or PO Box Colorado 80401 State and ZIP Code	hereby mak		ty or Town for permission to change the		
Point of diversion	ace of use	mer of use	of a portion		
of water heretofore appropriated under (Identified identify right in Decree.)			of Decreed, give title of Decree and		
Application No. 74587					
The source of water isunderground	Name of stream, lake, underground	d, spring or other sou	arces.		
2. The amount of water to be changed 5.0 ct	s or 2,500 afa	•			
— 	Second feet, acre-feet. One secon	d foot equals 448.83	gallons per minute.		
3. The water to be used for Mining and mill					
Irrigation, power, mi	ning, commercial, etc. If for stock, state n	umber and kind of a	nimals. Must limit to one major use		
4. The water heretofore used for Mining, mil	ing and dewatering If for stock, state number	or and kind of anima	No.		
5. The water is to be diverted at the following distance to a found section corner. If on unsurveyed	point (Describe as being within a 40-acr	re subdivision of pub	Nic survey and by course and		
within the SE 1/4 of the NW 1/4 of Section 3. Section 3 bears North 54°54' East a distance of	T.21N., R.50E., M.D.M., or at a j f 3635 feet. Well 220 as shown o	point from which on the map accon	n the northeast corner of said npanying this Application.		
6. The existing point of diversion is located wwithin the NE 1/4 of the NW 1/4 of Section 7. Section 18. T.21N., R.52E., M.D.M. bears So Application No. 74587.	T.21N., R.52E., M.D.M., or at a	point from which	h the southwest corner of own on the map supporting		

16620.001 // 4825-6080-5894

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.) See attached EXI-IIBIT "A" and as shown on the map accompanying this Application.

8. Existing place of use (Describ removed from irrigation.) See attached EXHIBIT "B" and				of use of irrigation permit, describe acreage to be
9. Proposed use will be from	January (to]	December 31	of each year.
10 Tulashan saar aan dan diban	Month and Day		Month and Day	of analy years
10. Existing use permitted from	January 1 Month and Day	to	December 31 Month and Day	of each year.
Drilled well, pump and pipeline 12. Estimated cost of works	3,000,000		e.	1
13. Estimated time required to o	construct works 3 ye	ears	72 .U	and describe only
14. Estimated time required to o	complete the application	on of we		pleted, describe well. 5 years
15. Provide a detailed description and detailed description may cause a delay See attached remarks.	on of the proposed pro y in processing.)	oject and	its water usage (use	attachments if necessary): (Failure to provide
16. Miscellaneous remarks:				
RdeLipkau@parsonsbehle.co		Ro	ss E de Lipkau	and the Marie

E-mail Address

(775) 323-1601

Phone No.

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Signature, applicant Parsons Behle & Latimer

Company Name

50 West Liberty Street, Suite 750

Street Address or PO Box

Reno, NV 89501

City, State, ZIP Code

Revised 07/09

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd W/D 9/30/10

PRO OVERRULED 7-15-11 RULING 6127

ROA SE 644

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	2	Township 20N	Range 50E	Meridian M.D.M. M.D.M.	
All	3-5	20N	50E	IVI.D.IVI.	
All	1-3	21N	50E	M.D.M.	
All	10-15		50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50 E	M.D.M.	
U 172	02 0 00	2111	004	***************************************	
All	1-36	21 N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
	* -		52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	32C	IVI,O.IVI.	
All	36	21 1/2N	51 1/2 E	M.O.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
Ali	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	
All	20-30 36	22N	51E	M.D.M.	REL
All	1	22N	51 1/2 E	M.D.M.	
Ali	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6 & 7	22N	53E	M.D.M.	
All	18 & 19	22N -	53E	M,D,M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	ion Township Range		Meridian
Ali	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
Al)	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
Ali	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53 E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

79918

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8.	Existing place of us	e (Describe by legal subdivisions.	If changing place of use and/or manner of use of irrigation permit, describe acreage to be
ren	noved from irrigation.)		# W.

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

Proposed use will be from	January I	to	December 31	of each year.	
	Month and Day	-	Month and Day		
10. Existing use permitted from	January I	to	December 31	of each year.	
•	Month and Day	············	Month and Day		
 Description of proposed wo specifications of your diversion flumes or drilled well, pump and motor 	or storage works.) (Sta	ion of ite man	NRS 535.010 you may ner in which water is to be di	be required to subniverted, i.e., diversion str	nit plans and ucture, ditches, pipes and
Drilled well, pump and pipeline	es or truck to mine and	mill s	ite.		
12. Estimated cost of works \$	3,000,000	 			
13. Estimated time required to o	construct works 3 ye	ars			
				leted, describe well.	
14. Estimated time required to				5 years	***
15. Provide a detailed description a detailed description may cause a detay See attached remarks.	on of the proposed proj y in processing.)	ect an	d its water usage (use a	attachments if neces	FEET OF THE SERVICE O
DEE BRAICHED JEURAINS.					ENGINEE BOEIN
					고 그
16. Miscellaneous remarks:					75 25

Rde	Lipka	ш <i>@</i> р;	arson:	sbeh	le.com

E-mail Address

(775) 323-1601

Phone No.

Ext.

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT Ross E. de Lipkau

Type of print same clearly

Signature applicant or agent

Parsons Behle & Latimer

Company Nama

50 West Liberty Street, Suite 750

Street Address or PO Box

Reno, NV 89501

City, State, ZIP Code

Revised 07/09 \$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison, August 23, 2010, by Baxter Glenn Tackett

PRO OVERRULED 7-15-11 RULING 6127

ROA SE 490

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Range 50E	Meridian M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
All	5 _: 8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	5 2E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.O.M.	
All	31 - 36	21 1/2 N	52E	M.D.M.	
All	34-36	22N	50E	M.O.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REL
All	20-3036	22N	51E	M.D.M.	,
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6 & 7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
Ail	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
Ali	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
Ail	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	. 21N	51E	M.D.M.
(All	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M,D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
Ali	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
Atl	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
Ali	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

10/17/1989

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 75988 is issued subject to the terms and conditions imposed in said Permit 75988 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79919

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 723.97 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December <u>13</u> 2013

December <u>/3 2016</u>

N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this <u>/3+l_</u> day of <u>December</u>, A.D. <u>2011</u>

	for State Engineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

	79	n	1	Ω	1
Application No.	(9	J	ı	J	

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

				
	THIS SPACE FOR C	FFICE USE ONLY		
Date of filing in State Enginee	er's Office JUN 15	2010		
Returned to applicant for corr	ection			
Corrected application filed		Map filed	JUN 1:5	2010under 7 9 9 1
The applicant Kobeh Valley I	lanch LLC (c/o Genera	l Moly, Inc.)		
1726 Cole Blvd., Suite 115		of Lakewoo	od	
Street Addre	is or PO Box	**************************************	Ci	ty or Town
Colorado 80401		hereby make(s)	application	for permission to change the
. State and Z	IP Code			
Point of diversion	Place of use	Manner (of use	of a portion
of water heretofore appropriated u identify right in Decree.)	nder (Identify existing rights by P	ermit. Cortificate, Proof o	e Claim Nos.	If Decreed, give title of Decree and
Application No. 75988				•
·		g		
1. The source of water is under	इ र् च्याति			
	-	m. lake, underground, spri	ng or other sou	rces.
2 The sure of Containing to the				
2. The amount of water to be chan		acre-feet. One second foo	Langue AAR R	t antions was minute
	Section lect.	TCID-IEEL, OHE SECOND IOC	s coquata 470.0.	ERHORS POT HINKAGO.
3. The water to be used for Minis				
Irrigati	on, power, mining, commercial, etc.	. If for stock, state number	r and kind of a	nimals. Must limit to one major use
4. The water heretofore used for 1	Aining & milling			
		or stock, state number and	kind of anima	s.
5. The water is to be diverted at the distance to a found section corner. If o	e following point (Describe as 1	being within a 40-acre sub	division of pub	lic survey and by course and
within the SE 1/4 of the SW 1/4 of			t from whic	h the northeast corner of
Section 24, T.21N., R.50E., M.D.A	1. bears North 28°42' East a	distance of 17.865 fe	et. Well Po	0 3 as shown on the map
accompanying this Application.		<u> </u>		
6. The existing point of diversion	is longted within an array	and an expension of the second		•
the SE 1/4 of the NW 1/4 of Section	o iocaicu wiiitin (il point af divi in 21 T 22N - R STR - LE 12 1	ersion is not changed, do n	ioi answer.) Tublich the o	outhwest corner of Section
31. T.22N., R.51E., M.D.M., bears Application No. 75979.	South 41°50' West a distance	ce of 18,260 feet. We	ell 203 as sh	own on the map supporting
16620.001 // 4841-7397-4022				

ROA SE 496

79919

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application,

8. Existing place of use (Describe by legal subdivisions.	If changing place of use and/or manner of use of irrigation permit,	describe acreage to be
removed from irrigation.)		

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

Proposed use will be from	January I	to	December 31	of each year.
	Month and Day	_	Month and Day	
Existing use permitted fron	January 1	t	December 31	of each year.
	Month and Day		Month and Day	
specifications of your diversion Numes or drilled well, pump and moto	ı or storage works.) (Su: r, etc.)	te mai	uer in which water is to be di	be required to submit plans and verted, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipelin	es or truck to mine and i	mill	site.	
12. Estimated cost of works	3,000,000			
13. Estimated time required to	construct works 3 Yes	ıts		
			If well comp	leted, describe well.
14. Estimated time required to	complete the application	ofv	vater to beneficial use	5 years
13. Provide a detailed description description detailed description may cause a dela See attached remarks.	on of the proposed proje y in processing.)	ect a	id its water usage (use a	atachments if necessary); (Failure to provide
16. Miscellaneous remarks:				
		F	loss Ec de Lipkau	1.1.0
RdeLipkau@parsonsbehie.co	om.	_	10/1/19	r print payme clear I Maril
E-mail Address		-	111111111111111111111111111111111111111	MI JUMISHUL
(775) 323-1601				re, applicant or agent
Phone No.	Ext	F	arsons Behle & Latime	
			C	ompany Name

Revised 07/09 \$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT 50 West Liberty Street, Suite 750

Reno, NV 89501

Street Address of PO Box

City, State, ZIP Codo

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Range 50E	Meridian M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M,D,M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
\$ 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D. M .	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M,D,M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	2-1
All	20-3076	22N	51E	M.D.M.	REL
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M,	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	63E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6 & 7	21N	52 E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M,O,M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1-36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

05/30/1997

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 75996 is issued subject to the terms and conditions imposed in said Permit 75996 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79920

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is approved for the entire 300.76 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 203.01 acre-feet, can be diverted annually. Additional diversion up to the total 300.76 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 203.01 acre-feet to be exceeded.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.45 cubic feet per second or 300.76 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December /3 2013

December <u>/3</u> 2016 <u>N/A</u>

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 13+12 day of December, A.D. 2011

	State Engineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

Appli	cation	No.

799	32 U
-----	------

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

	····		····
THI	S SPACE FOR C	FFICE USE ONLY	
Date of filing in State Engineer's Office	JUN 15		
vaco of thing in blace Engineer's Office			
Returned to applicant for correction	·····		
Corrected application filed		Map filed JUN 1/5.	2010 under 7991
The applicant Kobeh Valley Ranch LL	C (c/o Genera		
1726 Cole Blvd., Suite 115		of Lakewood	
Street Address or PO Box Colorado 80401			y or Town for permission to change the
State and ZIP Code		hereby make(s) application	tor permission to change the
	lace of use	Manner of use	of a portion
of water heretofore appropriated under (Identi			If Decreed, give title of Decree and
identify right in Decree.)	it constitute titing of	filling Conditionals, 17000 at all all and a second	
The source of water isunderground	Name of stre	am, lake, underground, spring or other so	irces.
2. The amount of water to be changed 0.45	cfs or 300.76 afa		
	Second feet	, acro-feet. One second foot equals 448.8	3 gallons per minute.
3. The water to be used for Mining & milli			
Irrigation, power, n	tining, commercial, e	c. If for stock, state number and kind of a	nimals. Must limit to one major use
4. The water heretofore used for Mining &	milling		
	I	for stock, state number and kind of anima	ils.
5. The water is to be diverted at the followin distance to a found section corner. If on unsurveyor	g point (Describe a I land, it should be su	being within a 40-acre subdivision of pulted.)	hiic survey and by course and
within the SE 1/4 of the SW 1/4 of Section 3 Section 24, T.21N., R.50E., M.D.M. bears N accompanying this Application.	5, T.21N., R.50E orth 28°42' Fast	., M.D.M., or at a point from whit a distance of 17,865 feet. Well Po	ch the northeast comer of 100 3 as shown on the map
6. The existing point of diversion is located the SW 1/4 of the SW 1/4 of Section 21, T.2 31, T.22N., R.51E., M.D.M., bears South 43 Application No. 75979.	2N., R.51E., M.D	M., or at a point from which the	southwest comer of Section hown on the map supporting

16620.001 // 4818-7562-6502

139 とい ROA SE 503

79920

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8. Existing place of use (Describe by legal subdivisions. If char removed from irrigation.) See attached EXHIBIT "B" and as shown on the map su	nging place of use and/or manner of use of irrigation permit, describe acreage to be
9. Proposed use will be from January 1	to December 31 of each year.
Month and Day 10. Existing use permitted from January 1 Month and Day	Month and Day to December 31 of each year. Month and Day
11. Description of proposed works. (Under the provision specifications of your diversion or storage works.) (State flumes or drilled well, pump and motor, etc.)	n of NRS 535,010 you may be required to submit plans and manner in which water is to be diverted, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipelines or truck to mine and m	ill site.
12. Estimated cost of works \$3,000,000	
13. Estimated time required to construct works 3 years	If well completed, describe well.
14 Fetimeted time required to	
14. Estimated time required to complete the application of	of water to beneficial use 5 years
15. Provide a detailed description of the proposed project a detailed description may cause a delay in processing.) See attached remarks.	t and its water usage (use attachments if necessary): (Failure to provide
16. Miscellaneous remarks:	
	Ross E. de Lipkau
RdeLipkau@parsonsbehle.com	1. / Type or printing the clearly ()
E-mail Address	UNILLE WILL WINDOWN
(775) 323-1601	Signature, applicant or agent
Phone No Eva	Parsons Behle & Latimer

City, State, ZIP Code

Company Name

Street Address or PO Box

50 West Liberty Street, Suite 750

Revised 07/09

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Reno, NV 89501

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127 W/b 9/30/10

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian	
W 1/2	2	20N	50E	M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M.D.M.	
Ali	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E.	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	nel
All	20-3036	22N	51E	M.D.M.	REL
All	1	22N	51 1/2 €	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
ΑĦ	1-36	21N	51E	M.D.M.
Ali	6 & 7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.O.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
Ail	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.Q.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
ΑII	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

09/08/1972

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 75999 is issued subject to the terms and conditions imposed in said Permit 75999 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79921

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is approved for the entire 211.25 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 142.59 acre-feet, can be diverted annually. Additional diversion up to the total 211.25 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 142.59 acre-feet to be exceeded..

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 211.25 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December <u>/3 2013</u>

December <u>/3</u> 2016 N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this /3/L day of December, A.D. 2011

to L. P.C.

	Sor	State Engineer	
Completion of work filed			
Proof of beneficial use filed			
Cultural map filed			
Certificate No.		Issued	

Application No.	7	9	9	2	1	11
	***************************************					***

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

THIS SPACE	CE FOR OFFICE USE ONLY
Date of filing in State Engineer's Office	UN 1 5 2010
Returned to applicant for correction	
Corrected application filed	Map filed JUN 1-5 2010under 799
The applicant Kobeh Valley Ranch LLC (c/c	o General Moly, Inc.)
1726 Cole Blvd., Suite 115	of Lakewood
Street Address or PO Box Colorado 80401 State and ZIP Code	City or Town hereby make(s) application for permission to change the
	use Manner of use of a portion
	g rights by Permit, Certificate, Proof or Claim Nos. If Decreed, give title of Decree and
1. The source of water is underground N 2. The amount of water to be changed 1.0 cfs or 21	lame of stream, lake, underground, spring or other sources.
	Second feet, acre-feet. One second foot equals 448.83 gallons per minute.
3. The water to be used for Mining & milling Intigation, power, mining, con	nunercial, etc. If for stock, state number and kind of animals. Must limit to one major use
4. The water heretofore used for Mining & milling	If for stock, state number and kind of animals.
 The water is to be diverted at the following point (distance to a found section corner. If on unsurveyed land, it si 	(Describe as being within a 40-acre subdivision of public survey and by course and hould be stated.)
within the SE 1/4 of the SW 1/4 of Section 35, T.21N	N., R.50E., M.D.M., or at a point from which the northeast corner of 42! East a distance of 17,865 feet. Well Poo_3 as shown on the map
5. The existing point of diversion is located within (I) the SW 1/4 of the SW 1/4 of Section 21, T.22N., R.531, T.22N., R.51E., M.D.M., bears South 43°28' Wes Application No. 75979.	f point of diversion is not changed, do not answer.) 1E., M.D.M., or at a point from which the southwest corner of Section at a distance of 15,620 feet. Well 204 as shown on the map supporting
16670 001 // ARIT TIM POCC	•

16620.001 // 4811-7104-8966

139-ELJ ROA SE 510

79921

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.) See attached EXHIBIT "A" and as shown on the map accompanying this Application.

ice attached EXHIBIT "B" an	id as shown on the ma	p suppoi	ting Application No.	<u>72695.</u>
. Proposed use will be from	January I	to	December 31	of each year.
	Month and Day	· · ·	Month and Day	-
Existing use permitted from	n January I	to	December 31	of each year.
	Month and Day		Month and Day	
umes or drilled well, pump and moto	r, etc.)			liverted, i.e., diversion structure, disches, pipes and
Orilled well, pump and pipelin 2. Estimated cost of works	es or truck to mine ar			
2. Estimated cost of works	ies or truck to mine ar	ıd mill si		
2. Estimated cost of works	ies or truck to mine ar	ıd mill si	te.	ploted, describe well.
Prilled well, pump and pipelin	3,000,000 construct works 3 y	id mill si	te. If well com	
2. Estimated cost of works \$\frac{\\$}{3}\$. Estimated time required to \$\frac{1}{4}\$. Estimated time required to \$\frac{1}{4}\$.	3,000,000 construct works 3 y complete the applicat	ears	ite. If well com ater to beneficial use	ploted, describe well.
2. Estimated cost of works	3,000,000 construct works 3 y complete the applicat	ears	ite. If well com ater to beneficial use	ploted, describe well. 5 years
2. Estimated cost of works \$\frac{\\$}{2}\$. Estimated time required to \$\frac{4}{2}\$. Estimated time required to \$\frac{1}{2}\$. Provide a detailed description may cause a detailed description and appear appear and appear and appear and appear appear and appear appear and appear appear and appear and appear appear and appear appear and appear appear appear and appear app	3,000,000 construct works 3 y complete the applicat	ears	ite. If well com ater to beneficial use	ploted, describe well. 5 years
2. Estimated cost of works \$\frac{\\$}{2}\$. Estimated time required to \$\frac{4}{2}\$. Estimated time required to \$\frac{1}{2}\$. Provide a detailed description may cause a detailed description and appear appear and appear and appear and appear appear and appear appear and appear appear and appear and appear appear and appear appear and appear appear appear and appear app	3,000,000 construct works 3 y complete the applicat	ears	ite. If well com ater to beneficial use	ploted, describe well. 5 years

16. Miscellaneous remarks:

RdeLipkau@parsonsbehle.com					
E-mail Address	***************************************				
(775) 323-1601					
Phone No.	Ext				

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Ross E. de Lipkau Parsons Behle & Latimer Company Name

50 West Liberty Street, Suite 750

Street Address or PO Box Reno, NV ,89501

City, State, ZIP Code

Rovised 07/09 \$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127 W/D 9/30/10

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2 All	Section 2 3-5	Township 20N 20N	Range 50E 50E	Meridian M.D.M. M.D.M.	
All	1-3	21N	50E	M.D.M.	
ΑII	10-15	21N			
All	22-27		50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N 21N	50E 50E	M.D.M. M.D.M.	
0 112	02. O. 33	2119	SUE	V .UJ.\VI.	
All	1-36	21N	51E	M.D.M.	
All	5- 8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
Ali	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	
All	20-3636	22N	51E	M.D.M.	REL
Ali	1	22N	51 1/2 E	M.D.M.	
IIA	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.Đ.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
AJI	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6 & 7	21N	52E	M.D.M.
Aii	18 & 19	21N	52E	M.D.M.
Ali	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M,D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
Ali	10-15	22N	51E	M.D.M.
All	20-29	22N	51€	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M,.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
Ali	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
Ali	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

10/17/1989

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 75989 is issued subject to the terms and conditions imposed in said Permit 75989 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79922

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 723.97 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December /3 2013

December 13 2016

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 1344 day of December, A.D. 2011

	State Engineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

Application No.	79	9:	2	2	4
1 spp. augment					

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

······································			
	THIS SPACE FOR C	OFFICE USE ONLY	•
Date of filing in State Engineer	s Office JUN 15	2010	
Returned to applicant for correc	tion		
Corrected application filed	·	Map filed JUN 1:5 2	010 under 799
The applicant Kobeh Valley Ra	anch LLC (c/o Genera	al Moly, Inc.)	
1726 Cole Blvd., Suite 115		of Lakewood	
Street Address	or PO Box		or Town
Colorado 80401		hereby make(s) application f	or permission to change the
State and ZIP	Code		
Point of diversion	Place of use	Manner of use	of a portion
of water heretofore appropriated undidentify right in Decree.)	der (Identify existing rights by	Permit, Certificate, Proof of Claim Nos. If	Decreed, give title of Decree and
Analtania st menon			
Application No. 75989			
	to the same as the same	THE RESIDENCE OF THE PARTY OF T	
1. The source of water is undergr	ound		
	Name of stre	am, lake, underground, spring or other source	7¢\$.
2. The amount of water to be chang	ad 10 afe or 772 07 afe		
2. The amount of water to be entitle	Second feet	, acre-feet. One second foot equals 448.83	gallons per minute.
		•	7
3. The water to be used for Mining		Abid of an	-Als Most limit to any major use
rengation	n, power, mining, commercial, et	c. If for stock, state number and kind of an	mas. Must men to one major use
4. The water heretofore used for M	ining & milling		
-	If	for stock, state number and kind of animals	•
5. The water is to be diverted at the distance to a found section comer. If on	following point (Describe as unsurveyed land, it should be sta	s being within a 40-acre subdivision of publi	c survey and by course and
within the SE 1/4 of the SW 1/4 of S	Section 35, T.21N., R.50E	M.D.M., or at a point from which	the northeast corner of
Section 24, T.21N., R.50E., M.D.M accompanying this Application.	bears North 28°42' East :	a distance of 17,865 feet. Well Po0	3 as shown on the map
6. The existing point of diversion is			
the SE 1/4 of the NE 1/4 of Section	located within arosis and	iversion is not changed, do not suswer.)	
31, T.22N., R.51E., M.D.M., bears	30. T.22N., R.51E., M.D.	iversion is not changed, do not suswer.) M., or at a point from which the sot	nhwest corner of Section
Application No. 75979.	30. T.22N., R.51E., M.D.	iversion is not changed, do not auswer.) M., or at a point from which the sounce of 9,320 feet. Well 206 as show	nthwest corner of Section on the map supporting
Application No. 75979,	30. T.22N., R.51E., M.D.	M., or at a point from which the sou	nthwest corner of Section yn on the map supporting

16620.001 // 4834-1919-5910

739-EO ROA SE 517

79922

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8. Existing place of use (Describe removed from irrigation.) See attached EXHIBIT "B" and		,	of use of irrigation permit, describe acreage to be
9. Proposed use will be from	January 1 Month and Day	to December 31 Month and Day	of each year.
10. Existing use permitted from		to December 31 Month and Day	of each year.
11. Description of proposed wo specifications of your diversion flumes or drilled well, pump and motor, Drilled well, pump and pipeline	rks. (Under the provisi or storage works.) (Street.)	ion of NRS 535.010 you ma	y be required to submit plans and diverted, i.e., diversion structure, ditches, pipes and
12. Estimated cost of works \$3	3,000,000		
13. Estimated time required to c	construct works 3 ye		pileted, describe well
14. Estimated time required to o	complete the application		5 years
15. Provide a detailed description a detailed description may cause a detay See attached remarks.	on of the proposed proj in processing.)	ect and its water usago (use	attachments if necessary): (Failure to provide
16. Miscellaneous remarks:			
RdeLipkau@parsonsbehle.co E-mail Addreas (775) 323-1601 Phone No.	m Ext.	Ross E. de Lipkau Signa Parsons Behle & Latim	or print/page old with the control of the control o

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT Parsons Behle & Latimer

Company Name

50 West Liberty Street, Suite 750

Street Address or PO Box

Reno, NV 89501

City, State, ZIP Code

Revised 07/09

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127 W/D 9/30/19

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian	
W 1/2	2	20N	50E	M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M.D.M.	
Alt	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.Q.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
ΑŧΙ	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All .	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	ort.
All	20-38 30	22N	51E	M.D.M.	REL
Ali	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	•
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6 & 7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All.	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50€	M.D.M.
All	34-36	21N	50€	M.D.M.
Alt	1-36	21N	51E	M.D.M.
All	687	21N	52E	M.D.M.
Ail	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 38	21 1/2N	62E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
Ali	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M,D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	-31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

07/25/1933

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 76989 is issued subject to the terms and conditions imposed in said Permit 76989 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter,

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79923

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is approved for the entire 474 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 176.96 acre-feet, can be diverted annually. Additional diversion up to the total 474 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 176.96 acre-feet to be exceeded.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.6554 cubic feet per second or 474.0 acre-feet annually,

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December 13 2013

December <u>/3 2016</u> N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 1344 day of December, A.D. 2011

	State Engineer P. E.
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

Application No.	7992 3	:

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

	THIS SPACE FOR (OFFICE USE ONLY	
Date of filing in State Engine	er's Office JUN 15	2010	
Returned to applicant for cor	rection		
Corrected application filed		Map filed JUN 1:5	24 under 799
The applicant Kobeh Valley	Ranch LLC (c/o Genera	l Moly Inc.)	
1726 Cole Blvd., Suite 115		of Lakewood	
	ess or PO Box	Cit	y or Town
Colorado 80401		hereby make(s) application	for permission to change the
State and	ZIP Code	•	
Point of diversion	✓ Place of use	Manner of use	of a portion
of water heretofore appropriated identify right in Decree.)	under (Identify existing rights by t	Permit, Certificate, Proof or Claim Nos. I	f Decreed, give title of Decree and
Application No. 76989		•	
ESPECIALISM TO TO TO	•		
,			
	**************************************	A left to the	
1. The source of water isunde	rground		
	Name il sues	m, lake, underground, spring or other sou	ces.
2. The amount of water to be cha			
	Second feet.	acre-feet. One second faot equals 448,83	gallons per minute.
3. The water to be used for Min	ing & milling		
Irriga	nion, power, mining, commercial, et	. If for stock, state number and kind of an	imals. Must limit to one major use
4. The water heretofore used for	Mining & milling		
		for stock, state number and kind of animal	3.
5. The water is to be diverted at t distance to a found section corner. If	he following point (Describe as	being within a 40-acre subdivision of publ	ic survey and by course and
within the SE 1/4 of the SW 1/4 of	of Section 35, T 21N R 50F.	ea.) MDM or at a point from which	the northeast corner of
Section 24, T.21N., R.50B., M.D. accompanying this Application.	M. bears North 28°42' East a	distance of 17.865 feet. Well Pol	3 as shown on the map
6. The existing point of diversion	la launted with the search of the	and the land about 2 to 1	
 The existing point of diversion the SE 1/4 of the NE 1/4 of Section 	on 30 T 27N P 51D A 15 A	rersion is not changed, do not answer.) A or at a print from which the co	othwest corner of Section :
31, T.22N, R.51E., M.D.M., bea Application No. 75979.	rs South 27°21' West a distan	ce of 9,320 feet. Well 206 as sho	yn on the map supporting

16620.001 // 4819-0931-2006

であったい ROA SE 524 7. Proposed place of use (Describe by legal subdivisions, If for irrigation, state number of acres to be irrigated.) See attached EXHIBIT "A" and as shown on the map accompanying this Application.

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

removed from irrigation.)

BY THE APPLICANT OR AGENT

D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127

Revised 07/09

79923

9. Proposed use will be from	anuary 1 Month and Day	to	December 31	of each year.	
10. Existing use permitted from	January 1 Month and Day	to	T 1 21	of each year.	
11. Description of proposed work specifications of your diversion of flumes or drilled well, pump and motor,	or storage works.)	vision of l (State mann	NRS 535.010 you major in which water is to be o	y be required to submit plan livened, i.e., diversion structure, di	s and tches, pipes and
Drilled well, pump and pipelines	or truck to mine a	nd mill si	te.		
12. Estimated cost of works	,000,000				
13. Estimated time required to co	onstruct works 3	years	•		
	*********		If well com	pleted, describe well.	
14. Estimated time required to co	omplete the applica	tion of w	ater to beneficial use	5 years	
15. Provide a detailed description a detailed description may cause a delay	of the proposed proposed processing.)	roject and	i its water usage (use	attachments if necessary): (F	ailure to provide
See attached remarks.					
•					
16. Miscellaneous remarks:					
		Ro	oss E. de Lipkau	1 / 7	
RdeLipkau@parsonsbehle.con	1 .		MIL BYP	or frigi name carly	1
E-mail Address (775) 323-1601			-	ure, applicant of agent	,
Phone No.	Ext.	Pa	rsons Behle & Latim	Company Name	******
APPLICATION MUST BE SIG	NED	50	West Liberty Street,		***********

Reno, NV 89501

8. Existing place of use (Describe by legal subdivisions. If changing place of use and/or manner of use of irrigation permit, describe acreage to be

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by W/D 9/30/10

Street Address or PO Box

City, State, 21P Code

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian	
W 1/2	2	20N	50E	M.D.M.	
All	3-5	20N	50E	M,D.M.	
11A	1-3	21N	50E	M.D.M.	
All	10-15	21N ·	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.O.M.	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21Ņ	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REL
All	20- 3076	22N	51E	M.D.M.	X
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	63E	M.D.M.	
Al1	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	5 3E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
AJI	1-3	21N	50E	M.D.M.
Ail	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
· All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
Ali	6 & 7	21N	52E	M.D.M.
Alf	18 & 19	21N	52E	M.D.M.
Ali	30 & 31	21 N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
Ali	1 - 36	22N	52 E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
Ali	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

02/25/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 75995 is issued subject to the terms and conditions imposed in said Permit 75995 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79924

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 272.64 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December <u>/3</u> 2013

December <u>13</u> 2016

N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 1344 day of December, A.D. 2011

	State Ephineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

Application No.	79924	
Application 1101		

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

	THIS SPACE FOR C	FFICE USE ONLY	
Date of filing in State Engineer	er's Office JUN 15	2010	
Returned to applicant for corn	ection		
Corrected application filed		Map filed JUN 1.5	2010under 7991
The applicant Kobeh Valley I	Ranch LLC (c/o Genera	l Moly, Inc.)	
1726 Cole Blvd., Suite 115		of Lakewood	
Colorado 80401	98 OF PO Box		y or Town
State and Z	70 A. I.	hereby make(s) application	for permission to change the
Point of diversion	Place of use	Manner of use	of a portion
of water heretofore appropriated u	nder (Idanii), aminima mintas to m		If Degrand, give title of Degree and
identify right in Decree.)	more (recently existing rights by P	emat, Certificate, Frod of Citim 140s.	is Oddiecer five reas as morals and
1. The source of water isunder		m, lake, undergraund, spring or other sou	TOCS.
A m		ing industry and an industry of the control of the	
2. The amount of water to be chan		1 AAD 55	- Rose and with the
	account tear	scre-feet. One second foot equals 448.83	ganous per minute.
3. The water to be used for Mini			
Icrigat	ion, power, mining, commercial, etc	If for stock, state number and kind of ar	nimals. Must limit to one major use
4. The water heretofore used for 1	Mining & milling		•
. •	W	or stock, state number and kind of animal	5.
The water is to be diverted at the distance to a found section corner. If o	e following point (Describe as to mustaveved land, it should be atout	poing within a 40-acre subdivizion of pub	lic survey and by course and
within the SE 1/4 of the SW 1/4 of	Section 35, T.21N., R.50E.	M.D.M., or at a point from which	h the northeast corner of
Section 24, T.21N., R.50E., M.D.) accompanying this Application.	M. bears North 28°42' East a	distance of 17,865 feet. Well Po-	0_3 as shown on the map
6. The existing point of diversion	is Incated within trend	errice is not changed. An not were the	
the NW 1/4 of the SW 1/4 of Secti	on 26, T.22N., R.50E., M.D.	M., or at a point from which the	northwest corner of Section
2. T.21N., R.50E., M.D.M., bears Application No. 75979.	South 10°26' West a distance	of 6,760 feet. Well 209 as show	n on the map supporting

16620.001 // 4837-0414-6438

179 E 531

79924

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.) See attached EXHIBIT "A" and as shown on the map accompanying this Application. 8. Existing place of use (Describe by legal subdivisions. If changing place of use and/or manner of use of irrigation permit, describe acreage to be removed from irrigation.) See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695. 9. Proposed use will be from January 1 to December 31 of each year. Month and Day Month and Day 10. Existing use permitted from January 1 December 31 of each year. Month and Day Month and Day 11. Description of proposed works. (Under the provision of NRS 535.010 you may be required to submit plans and specifications of your diversion or storage works.) (State manner in which water is to be diverted, i.e., diversion structure, disches, pipes and flumes or drilled well, pump and motor, etc.) Drilled well, pump and pipelines or truck to mine and mill site. 12. Estimated cost of works \$3,000,000 13. Estimated time required to construct works 3 years If well completed, describe well. 14. Estimated time required to complete the application of water to beneficial use 5 years 15. Provide a detailed description of the proposed project and its water usage (use attachments if necessary); (Failure to provide a detailed description may cause a delay in processing.) See attached remarks. 16. Miscellaneous remarks:

RdeLipkau@parsonsbehle.com

E-mail Address

(775) 323-1601

Phone No.

Ext

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Ross E. & Lipkau

Parsons Behle & Latimer

Company Name

50 West Liberty Street, Suite 750

Street Address or PO Box

Reno, NV 89501

City, State, ZIP Code

Revised 07/09

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127 W/D 9/30/10

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Ranga 50E	Meridian M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M.D.M.	
Ali	10-15	21N	50E	M.D.M.	
Ali	22-27	21N	50Ë	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 1 9	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M. D.M .	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	5
All	20-30 76	22N	51E	M.D.M,	REL
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
Ali	1 - 36	22N	52E	M.D.M	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
Ail	6 & 7	21N	52E	M.D.M.
Ali	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
· All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
Ali	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
Ali	36	22N	51 1/2 E	M.D.M.
Ail	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M,
All	31	21 1/2 N	53€	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

05/03/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion, place and manner of use of the waters of an underground source as heretofore granted under Permit 72698 is issued subject to the terms and conditions imposed in said Permit 72698 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin.

(Continued on Page 2)

Permit No. 79925

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit,

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 723.97 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December <u>13</u> 2013

December <u>/3</u> 2016

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this BH day of December, A.D. 2011

	Sor State Engineer	<u>. ह</u> .
Completion of work filed		
Proof of beneficial use filed		
Cultural map filed		
Certificate No.	Issued	

Application No.	79925	
1 thburantur		

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

THIS SPACE FOR	R OFFICE USE ONLY	
Date of filing in State Engineer's Office JUN 1	5 2010	
Returned to applicant for correction		
Corrected application filed	Map filed JUN 1:5 2	1010 _{under} 799
The applicant Kobeh Valley Ranch LLC (c/o Gene	eral Moly, Inc.)	
1726 Cole Blvd., Suite 115	of Lakewood	
Street Address or PO Box Colorado 80401	City hereby make(s) application f	or Town or permission to change the
State and ZIP Code Point of diversion Place of use	✓ Manner of use	of a portion
of water heretofore appropriated under (Identify existing rights by	-	
. The source of water is underground Name of sir	ream, lake, underground, spring or other sourc	es.
. The amount of water to be changed 1.0 cfs or 723.97 afa	;	
Second for	et, acre-feet. One second foot equals 448,83 g	allors per minute.
. The water to be used for Mining & milling		
	etc. If for stock, state number and kind of anir	mals. Must limit to one major use
. The water heretofore used for Mining, milling, and dewat		
	f for stock, state number and kind of animals,	·
. The water is to be diverted at the following point (Describe a distance to a found section corner. If on unsurveyed land, it should be st	as being within a 40-acre subdivision of public	survey and by course and
within the SE 1/4 of the SW 1/4 of Section 35, T.21N., R.50F section 24, T.21N., R.50E., M.D.M. bears North 28°42' East ecompanying this Application.	MDM or at a point from which	the northeast corner of 3 as shown on the map
The existing point of diversion is located within (if point of d	liversion is not changed, do not answer.)	
vithin the NE 1/4 of the NE 1/4 of Section 35, T.21N., R.51E ald Section 35, T.21N., R.51E., M.D.M., bears North 45°00' application No. 72698.	MDM or at a point from which	the northeast corner of map supporting

16620.001 // 4829-2734-8742

79925

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8. Existing place of use (Describe by legal subdivisions. If changing place of use and/or manner of use of irrigation permit, describe acreage to be removed from irrigation.) See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.
9. Proposed use will be from January 1 to December 31 of each year. Month and Day Month and Day
10. Existing use permitted from January I to December 31 of each year. Month and Day Month and Day
11. Description of proposed works. (Under the provision of NRS 535.010 you may be required to submit plans and specifications of your diversion or storage works.) (State manner in which water is to be diverted, i.e., diversion structure, ditches, pipes and flumes or drilled well, pump and motor, etc.)
Drilled well, pump and pipelines or truck to mine and mill site,
12. Estimated cost of works \$3,000,000
13. Estimated time required to construct works 3 years
14. Estimated time required to complete the application of water to beneficial use 5 years
15. Provide a detailed description of the proposed project and its water usage (use attachments if necessary): (Failure to provide a detailed description may cause a delay in processing.) See attached remarks.
16. Miscellaneous remarks:
RdeLipkau@parsonsbehle.com E-mail Address (775) 323-1601 Ross H. de Lipkau Ross H. de Lipkau Stype of first name intuly Signature, applicant or agent

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Phone No.

Signature, applicant or legent
Parsons Behle & Latimer

Company Name
50 West Liberty Street, Suite 750

Street Address or PO Box
Reno, NV 89501

City, State, ZIP Code

Reno, NV 8950

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison, August 23, 2010, by Baxter Glenn Tackett

W/b 9/3e/19

PRO OVERRULED 7-15-11 RIH TNG 6127

Revised 07/09

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Range 50E	Meridian M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	60E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
. S 1/2	32 & 33	21N	60E	M.D.M.	
Alf	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REL
All	20- 36 3 (.	22N	51E	M.D.M.	Ken
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6 & 7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50€	M.D.M.
Ali	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
Ail	1-36	21N	51E	M.D.M.
All	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
Att	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
Alf	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
Ail	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

09/08/1972

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 76000 is issued subject to the terms and conditions imposed in said Permit 76000 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is approved for the entire 842.91 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 568.96 acre-feet, can be diverted annually. Additional diversion up to the total 842.91 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 568.96 acre-feet to be exceeded.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 3.99 cubic feet per second or 842.91 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December 13 2013

December 13 2016

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 13 k day of December, A.D. 2011

	State Engineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

Application No.	79926

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

η	THIS SPACE FOR O	FFICE USE ONLY	
Date of filing in State Engineer's Offic	≈ JUN 15	2010	
Returned to applicant for correction			
Corrected application filed		Map filed JUN 1,5	2010 under 799
The applicant Kobeh Valley Ranch I	LLC (c/o General	Moly, Inc.)	
1726 Cole Blvd., Suite 115		of Lakewood	
Street Address or PO B	0X	• •	y or Town
Colorado 80401		hereby make(s) application	for permission to change the
State and ZIP Code			
✓ Point of diversion ✓	Place of use	Manner of use	of a portion
of water heretofore appropriated under (Ide	entify existing rights by P	ermit, Certificate, Proof or Claim Nos.	If Decreed, give title of Decree and
Application No. 76000			
•			
	annennement en regio hel sej se i	and the state of t	
1. The source of water is underground			
1. The source of water is under ground	Name of strea	m, lake, underground, spring or other sou	rçes,
		,	
2. The amount of water to be changed 3.	99 cfs or 842,91 sfa	15. 1. 140.93	Paullann nav minuta
	Second leet,	acre-feet. One second foot equals 448.83	Enious her unitare.
3. The water to be used for Mining & mi	illing		
Irrigation, power	r, mining, commercial, etc	. If for stock, state number and kind of a	nimals. Must limit to one major use
4. The water heretofore used for Mining	& milling		4
The motor nervice description in the many		for stock, state number and kind of anima	ls.
5 The symposis to be discussed as the 6 to			
The water is to be diverted at the follow distance to a found section corner. If on unsurve	/ing point (Describe as a	being within a 40-acre subdivision of pub ed.)	nic survey and by course and
within the NE 1/4 of the NE 1/4 of Section			h the southeast corner of
said Section 36 bears South 10°34'30" Bas			
application.			
6. The existing point of diversion is locate	d Within (If point of div	rersion is not changed, do not answer.)	
the SE 1/4 of the NE 1/4 of Section 30, T.	22N., R.51E., M.D.N	A., or at a point from which the sa	outhwest corner of Section
31. T.22N R.51E M.D.M., bears South	27°21' West a distan	ce of 9.320 feet. Well 206 as sho	wn on the map supporting
Application No. 75979		• •	
16620.001 // 4822-4374-1958	•		

(39) ROA SE 545

79926

7. Proposed place of use (Describe by logal subdivisions. If for irrigation, state number of acres to be irrigated.) See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8. Existing place of use (Describe by legal subdivisions. If the removed from irrigation.) See attached EXHIBIT "B" and as shown on the map so	anging place of use and/or manner of use of irrigation parmit, describe acreage to be apporting Application No. 72695.
9. Proposed use will be from January 1 Month and Day 10. Existing use permitted from January 1	to December 31 of each year. Month and Day to December 31 of each year.
Month and Day	Month and Day
11. Description of proposed works. (Under the provision	on of NRS 535,010 you may be required to submit plans and manner in which water is to be diverted, i.e., diversion structure, ditches, pipes and
12. Estimated cost of works \$3,000,000	
13. Estimated time required to construct works 3 year	'S If well completed, describe well.
14. Estimated time required to complete the application	
and a complete the approach	of water to beneficial use 3 yours
15. Provide a detailed description of the proposed project a detailed description may cause a delay in processing.) See attached remarks.	ct and its water usage (use attachments if necessary): (Failure to provide
16. Miscellaneous remarks:	
RdcLipkau@parsonsbehie.com E-mail Address (775) 323-1601 Phone No. Ext. APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT	Ross E-de Lipkau Signature, applicant or agent Parsons Behle & Latimer Company Name 50 West Liberty Street, Suite 750 Street Address or PO Box

Reno, NV 89501

Revised 07/09

City, State, ZIP Code
\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127 W/D 9/30/10

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Range 50E	Meridian M.D.M.	
Alf	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M,D,M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	n=/
All	20-307G	22N	51E	M.D.M.	REL
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
Ali	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	. 53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
Ali	10-15	22N	51E	M.D.M.
All	20-29	22N	51 E	M,D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6 & 7	22N	53E	M.D.M.
All	18 & 19	22N	53 E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

05/30/1997

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 76002 is issued subject to the terms and conditions imposed in said Permit 76002 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79927

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is approved for the entire 300.76 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 203.01 acre-feet, can be diverted annually. Additional diversion up to the total 300.76 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 203.01 acre-feet to be exceeded.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.82 cubic feet per second or 300.76 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December 13 2013

December /3 2016

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 1340 day of December, A.D. 2011

	State Engineer	
Completion of work filed		
Proof of beneficial use filed		_
Cultural map filed		
Certificate No.	Issued	

Application No.	7	9	92	7
Libbianion 1101				

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

THIS SPACE	CE FOR OFFICE USE ONLY	
Date of filing in State Engineer's Office	UN 1 5 2010	
Returned to applicant for correction		
Corrected application filed	Map filed JUN 1.5.	2010 _{under} 799
The applicant Kobeh Valley Ranch LLC (c/o	General Moly, Inc.)	
1726 Cole Blvd., Suite 115	of Lakewood	
Street Address or PO Box Colorado 80401	City	or Town
State and ZIP Code	hereby make(s) application i	or permission to change the
✓ Point of diversion ✓ Place of t	use Manner of use	of a portion
of water heretofore appropriated under (identity existing identify right in Decree.)	tights by Permit, Certificate, Proof or Claim Nos. 18	Decreed, give title of Decree and
Application No. 76002		
· ·		
		•
	-	• • •
I. The source of water is underground	and	
	ame of stream, lake, underground, spring or other source	Pd
		···
2. The amount of water to be changed 0.82 cfs or 30		
	econd feet, scre-feet. One second foot equals 448.83 g	ations per minute.
3. The water to be used for Mining & milling		
	morcial, etc. If for stock, state number and kind of ani	nals. Must limit to one major use
4. The water heretofore used for Mining & milling		
	If for stock, state number and kind of animals.	
 The water is to be diverted at the following point (D distance to a found section corner, if on unsurveyed land, it sho 	DUIG DE RIBIECL)	
within the NE 1/4 of the NE 1/4 of Section 36, T.22N, said Section 36 bears South 10°34'30" East a distance application,	P SOF MINM on of a point from which	the southeast corner of p accompanying this
G. The existing point of discourses to become		
 The existing point of diversion is located within (If p. Lot 4 of Section 2, T.21N., R.50E., M.D.M., or at a po 40' West a distance of 580 feet. Well 208 as shown on 	int from which the northwest corner of said	Section 2 bears North 40°
1 <u>6629.001 // 4851-4633-1398</u>		-

139 SE 552

79927

7. Proposed place of use (Describe by legal subdivisions. If for Irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8. Existing place of use (Describe by legal subdivisions, removed from inigation.)	If changing place of use and/or manner of use of irrigation permit, describe acreage to be
See attached EXHIBIT "B" and as shown on the re	nap supporting Application No. 72695.

9. Proposed use will be from	January 1	to	December 31	of each year.
10. Existing use permitted from	Month and Day January 1	~ to	Month and Day December 31	of each year,
	Month and Day		Month and Day	•
11. Description of proposed war specifications of your diversion of tumes or drilled well, pump and motor,	or storage works.) (sto)	on of te man	NRS 535.010 you may ter in which water is to be di	be required to submit plans and iverted, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipeline	s or truck to mine and	mills	lc.	
12. Estimated cost of works \$3	,000,000			
13. Estimated time required to co	onstruct works 3 year	rs	,	
14 % 4		***		leted, describe well.
14. Estimated time required to co	emplete the application	ofw	ater to beneficial use	5 years
15. Provide a detailed description a detailed description may cause a delay	n of the proposed proje	ct and	l its water usage (use a	ttachments if necessary): (Failure to provide
See attached remarks.	· • •			

16. Miscellaneous remarks:

	Ross E-de Lipkau				
RdeLipkau@parsonsbehle.com	March Spo or print name class,				
E-mail Address	in the second second second				
(775) 323-1601	Signature, applicant or agent				
Phone No. Ext.	Parsons Behle & Latimer				
**************************************	Company Name				
APPLICATION MUST BE SIGNED	50 West Liberty Street, Suite 750				
BY THE APPLICANT OR AGENT	Street Address or PO Box				
•	Reno, NV 89501				
	City, State, ZIP Code				

Revised 07/09

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127

W/D 9/30/10

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian	
W 1/2	2	20N	50E	M.D.M.	
Atı	3-5	20N	50E	M.D.M.	
All	1-3	21N	5 0E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
Ali	22-27	21N	50E	M.D.M.	
Ali	34-36	21N	50E	M.D.M.	
S 1/2	32 & 3 3	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
Ali	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M,D.M.	
All	1-3	22N	51E	M.D.M.	
Ali	10-15	22N	51E	M.D.M.	
All	20-3636	22N	51E	M.D.M.	REL
All	1	22N	51 1/2 E	M,D,M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
Ali	24 & 25	22N	51 1/2 E	M.D.M.	
Ali	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52 E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53 €	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
Atl	31	21 1/2 N	53E	M.D.M,	٠

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.O.M.
All	1-36	21N	51E	M.D.M.
All	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
Ali	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M,D,M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
Ail	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
Αä	18 & 19	22N	53E	M.D.M.
AN	30 & 31	22N	53E	M.D.M.
AD	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

12/05/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion, place and manner of use of the waters of an underground source as heretofore granted under Permit 73545 is issued subject to the terms and conditions imposed in said Permit 73545 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79928

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the monitoring, management and mitigation plan that is required by the State Engineer as per State Engineer's Ruling 6127 prior to the diversion of any water.

The point of diversion and place of use are as described on the submitted application to support this permit,

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 3.0 cubic feet per second or 2,000.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December /3 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>/3 2016</u> <u>N/A</u>

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 134 day of December, A.D. 2011

	1 - 1 - 1.6.
	for State Engineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

plication No.	79	928	
DHCBRON ING		•	

App

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

		THIS SPACE FOR	OFFICE USE ONL'	Y	
Date of filing in State	Engincer's O	ffice JUN 1	5 2010		
Returned to applicant	for correction	1			
Corrected application	filed		Map filed	JUN 1.5	2010 _{under} 7 9 9 1
The applicant Kobeh V	alley Ranc	h LLC (c/o Genera	al Moly, Inc.)		
1726 Cole Blvd., Suit	e 115		of Lakew	vood	
Colorado 80401	ent Address or P		hereby make		City of Town n for permission to change the
Point of diversion		Place of use	✓ Manne	er of use	of a portion
	riated under				If Decreed, give title of Decree and
Application No. 73545					
					-
		Best ordered and property		-	
1. The source of water is	undergrout		um, lake, underground, s	spring or other s	DLIFCES.
2. The amount of water to	be changed	3.0 cfs or 2,000 afa		•	
	Ť		, acre-feet. One second	foot equals 448.	83 gallons per minute.
3. The water to be used fo	Mining &	milling			
	Irrigation, po	ower, mining, commercial, e	c. If for stock, state num	nber and kind of	animals. Must limit to one major use
4. The water heretofore us	ed for Minir				
	***************************************	10	for stock, state number	and kind of anin	nals.
 The water is to be diver distance to a found section co 	ted at the follower. If on unsi	lowing point (Describe as	s being within a 40-acra :	q lo msiaivibdus	ublic survey and by course and
within the NE 1/4 of the N said Section 36 bears Sout application.	E I/4 of Sec	tion 36, T.22N., R.50E	., M.D.M., or at a pe	oint from wh shown on the	ich the southeast corner of map accompanying this
6. The existing point of diwithin the SE 1/4 of the SI Section 35, T.21N., R.51E No. 73545. 72695 PEL	1/4 of Secti	on 10, T.20N., R.51E,	M.D.M., or at a po	int from whi	ch the southeast corner of map supporting Application

16620.001 // 4852-5944-7302

(139 - EL) **ROA SE 559**

79928

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

B. Existing place of use (Describ emoved from irrigation.) See attached EXHIBIT "B" and	l as shown on the map	suppor		
		••		
Proposed use will be from	January 1	to 1	December 31	of each year.
-	Month and Day	`` -	Month and Day	
Existing use permitted from	January 1	to	December 31	of each year.
	Month and Day		Month and Day	· ·
 Description of proposed wo becifications of your diversion mes or drilled well, pump and motor. 	or storage works \ /c/	ion of Nate manne	IRS 535.010 you ma ir in which water is to be o	y be required to submit plans and liverted, i.e., diversion structure, ditches, pipos an
Prilled well, pump and pipeline		lia (lim	e.	
•				
na en la				
. Estimated cost of works \$3	,000,000		· · · · · · · · · · · · · · · · · · ·	
3. Estimated time required to c	onet	ora.		
· · · · · · · · · · · · · · · · · · ·	ousuact works 3 ye		If well com	pleted, describe well.
I. Estimated time required to c	omplete the application	m af wa		5 years
,		M OI WA	ici to beneficial use	
. Provide a detailed description	n of the proposed proj	ect and	its water usage (use :	attachments if necessary); (Failure to provid
comico practition may cause a detak	in processing.)		_ ,	••
ee attached remarks.				
¥			•	
¥			·	
			,	
. Miscellaneous remarks;			·	
. Miscellaneous remarks;			·	
. Miscellaneous remarks:			·	
. Miscellaneous remarks;			·	
i. Miscellaneous remarks:		Ros	s Fde Linkau	
		Ros	s E-de Lipkau	
5. Miscellaneous remarks; RdeLipkau@parsonsbehle.cor	1	Ros	s E-de Lipkau	of commanders of the commander

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Phone No.

(775) 323-1601

Signature, applicant or seent
Parsons Behle & Latimer

Company Name
50 West Liberty Street, Suite 750

Street Address or PO Box

Reno, NV 89501

City, State, ZIP Code

svised 07/09 \$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127

. . .

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian	
W 1/2	2	20N	50Ē	M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52 ∈	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	00
All	20 -36 I G	22N	51E	M.D.M.	REL
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
Ali	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6 & 7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
Alt	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	. 1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
Alf	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
Alf	6 & 7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
Alt	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

02/25/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 75992 is issued subject to the terms and conditions imposed in said Permit 75992 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79929

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 1.0 cubic feet per second or 272.64 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December <u>/3</u> 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>/3</u> 2016 <u>N/A</u>

Map in support of proof of beneficial use shall be filed on or before:

.

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this /3/L day of December, A.D. 2011

	fo State Engineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

lication No.	7	9	9	2	(

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

THIS SPACE FOR OFFICE USE ONLY	- 1			
Date of filing in State Engineer's Office JUN 1 5 2010				
Returned to applicant for correction				
Corrected application filed Map filed JUN 1.5 2010 under 7.9	9 1 '			
The applicant Kobeh Valley Ranch LLC (c/o General Moly, Inc.)				
1726 Cole Blvd., Suite 115 of Lakewood				
Street Address or PO Box City or Town				
Colorado 80401 hereby make(s) application for permission to change	the			
State and 7.IP Code				
✓ Point of diversion ✓ Place of use ☐ Manner of use ☐ of a portion				
of water heretofore appropriated under (Identify existing rights by Permit, Certificate, Proof or Claim Nos. If Decreed, give title of Decreed identify right in Decree.)	e and			
Application No. 75992				
The source of water is underground Name of steam, lake, underground, spring or other sources.				
· Rolling of stream, take, mixed Blomm, shall be applied.				
2. The amount of water to be changed 1.0 cfs or 272.64 afa				
Second feet, acre-feet. One second foot equals 448.83 gallons per minute.				
3. The water to be used for Mining & milling				
Irrigation, power, mining, commercial, etc. If for stock, state number and kind of animals. Must limit to one ma	or use			
4. The water heretofore used for Mining & milling				
If for stock, state number and kind of animals.				
5. The water is to be diverted at the following point (Describe as being within a 40-acre subdivision of public survey and by course and distance to a found section corner. If on unsurveyed land, it should be stated.)				
within the NW 1/4 of the NE 1/4 of Section 31, T.22N. R. 51E. M.D.M., or at a point from which the southwest corner of said Section 31 bears South 32°56' West a distance of 5374 feet. Well 229 as shown on the map supporting this				
Application.				
6. The existing point of diversion is located within (H point of diversion is not changed, do not answer.)				
the NW 1/4 of the SW 1/4 of Section 26, T.22N., R.50E., M.D.M., or at a point from which the northwest corner of Sec 2, T.21N., R.50E., M.D.M., bears South 10°26' West a distance of 6,760 feet. Well 209 as shown on the map supporting	R FIOU			
Application No. 75979.				

16620.001 // 4847-9407-5398

(39) (U) ROA SE 566

79929

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8. Existing place of use (Describ removed from irrigation.)	e by legal subdivisions. If	changing p	lace of use and/or manner	of use of irrigation permit,	describe acreage to be
See attached EXHIBIT "B" and	d as shown on the ma	p support	ing Application No.	72695.	
			•		
P. W	Tax		>1 0.1	P = = 3- way = u	
9. Proposed use will be from	January 1	to _	December 31	of each year.	
sa maka ku ka	Month and Day		Month and Day	C1	
10. Existing use permitted from		to	December 31	of each year.	
	Month and Day		Month and Day		
11. Description of proposed wo	orks. (Under the prov	ision of N	IRS 535.010 you may	y be required to submi	t plans and
specifications of your diversion	or storage works.)	State manne	r in which water is to be d	livened, i.e., diversion struc	ture, ditches, pipes and
flumes or drilled well, pump and motor	r, etc.)				
Drilled well, pump and pipelin	es or truck to mine an	id milt sit	ę,		
	2 000 000				
12. Estimated cost of works \$	3,000,000				
	_				
13. Estimated time required to	construct works 3 y	ears			
				pleted, describe well.	
14. Estimated time required to	complete the applicat	ion of wa	ter to beneficial use	5 years	
15. Provide a detalled description	on of the proposed pr	oject and	its water usage (use	attachments if necessa	ry); (Failure to provide
a detailed description may cause a dela	y in processing.)	•			
See attached remarks.				•	
•				r	
16. Miscellaneous remarks:					
to. Miscellaneous remarks:	•				
		Ro	ss E de Lipkau		1-1
RdeLipkau@parsonsbehle.co	7.ma	ماديون	WA 11 Tusk	or print paye clearly	A MAIL
F-mail Address)(II	U	とり イトラー どう	SSI - STA	WILL

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT Company Name
50 West Liberty Street, Suite 750
Street Address or PO Box
Rono, NV 89501

City, State, ZIP Code

Parsons Behle & Latimer

Revised 07/09

(775) 323-1601

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127/D 9/80/10

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Range 50E	Meridian M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
		 (1.2			
All	. 1-36	21N	51E	M.D.M.	
	, ,	2			
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M,D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
Ali	34-36	22N	50E	M.D.M.	
A 11					
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REL
All	20 -3 6 34	22N	51E	M.D.M.	/,-
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
				•	
All	1 - 36	22N	52E	M.D.M.	
Ali	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
Ali	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
4.0	• .			44 55 44	
All	31	21 1/2 N	53E	M.D.M.	

IN THE SUPREME COURT OF THE STATE OF NEVADA

EUREKA COUNTY, A POLITICAL SUBDIVISION OF THE STATE OF NEVADA; KENNETH F. BENSON, INDIVIDUALLY; DIAMOND CATTLE COMPANY, LLC, A NEVADA LIMITED LIABILITY COMPANY; AND MICHEL AND MARGARET ANN ETCHEVERRY FAMILY, LP, A NEVADA REGISTERED FOREIGN LIMITED PARTNERSHIP,

Case No. 61324
Electronically Filed
District Court Case No. 27 2012 02:20 p.m.

CV 1108-15; CV 1112-164; Lindeman CV 1108-157; CV 1112-164;

CV 1112-165; CV 1202-170

Appellants,

VS.

THE STATE OF NEVADA STATE ENGINEER; THE STATE OF NEVADA DIVISION OF WATER RESOURCES; AND KOBEH VALLEY RANCH, LLC, A NEVADA LIMITED LIABILITY COMPANY,

Respondents.

JOINT APPENDIX Volume 33

KAREN A. PETERSON, NSB 366
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WRIGHT & FAGAN, LTD.

402 North Division Street Carson City, NV 89703 (775) 687-0202

and

THEODORE BEUTEL, NSB 5222

tbeutel@eurekanv.org

Eureka County District Attorney

702 South Main Street

P.O. Box 190

Eureka, NV 89316

(775) 237-5315

Attorneys for Appellant, EUREKA COUNTY

CHRONOLOGICAL APPENDIX TO APPEAL FROM JUDGMENT

DOCUMENT	DATE	<u>vol</u>	JA NO.
Petition for Judicial Review	08/08/2011	1	01-06
Notice of Verified Petition for Writ of Prohibition, Complaint and Petition for Judicial Review	08/10/2011	1	07- 08
Verified Petition for Writ of Prohibition, Complaint and Petition for Judicial Review	08/10/2011	1	09-59
Summons and Proof of Service, Kobeh Valley Ranch, LLC	08/11/2011	1	60-62
Summons and Proof of Service, Jason King	08/11/2011	1	63-65
Affidavit of Service by Certified Mail	08/11/2011	1	66-68
Notice of Petition for Judicial Review	08/11/2011	1	69-117
Summons and Proof of Service, Kobeh Valley Ranch, LLC	08/15/2011	1	118-120
Summons and Proof of Service, Jason King	08/15/2011	1	121-123
Summons and Proof of Service, The State of Nevada	08/17/2011	1	124-128
First Additional Summons and Proof of Service, State Engineer, Division of Water Resources	08/17/2011	1	129-133
Order Allowing Intervention of Kobeh Valley Ranch, LLC, to Intervene as a Respondent	09/14/2011	1	134-135

DOCUMENT	<u>DATE</u>	<u>VOL</u>	JA NO.
Partial Motion to Dismiss, Notice of Intent to Defend	09/14/2011	1	136-140
Order Allowing Intervention of Kobeh Valley Ranch, LLC, as a Party Respondent	09/26/2011	1	141-142
Answer to Verified Petition for Writ of Prohibition, Complaint and Petition for Judicial Review by Kobeh Valley Ranch, LLC	09/28/2011	1	143-149
Answer to Petition for Judicial Review by Kobeh Valley Ranch, LLC	09/29/2011	1	150-154
Answer to Petition for Judicial Review by Kobeh Valley Ranch, LLC	09/29/2011	1	155-160
Order Directing the Consolidation of Action CV1108-156 and Action No. CV1108-157 with Action CV1108-155	10/26/2011	1	161-162
Summary of Record on Appeal	10/27/2011	2-26	163-5026
Request for and Points and Authorities in Support of Issuance of Writ of Prohibition and in Opposition to Motion to Dismiss	11/10/2011	27	5027-5052
Order Setting Briefing Schedule	12/02/2011	27	5053-5055
Reply in Support of Partial Motion to Dismiss and Opposition to Request for Writ of Prohibition	12/15/2011	27	5056-5061

DOCUMENT	DATE	<u>vol</u>	JA NO.
Kobeh Valley Ranch's Reply to Conley/Morrison's Request for and Points and Authorities in Support of Issuance of Writ of Prohibition and in Opposition to Motion to Dismiss	12/15/2011	27	5062-5083
Kobeh Valley Ranch's Joinder in the State of Nevada and Jason King's Partial Motion to Dismiss	12/15/2011	27	5084-5086
Petition for Judicial Review	12/29/2011	27	5087-5091
Petition for Judicial Review	12/30/2011	27	5092-5097
Summons and Proof of Service, The State of Nevada	01/11/2012	27	5098-5100
First Additional Summons and Proof of Service, State Engineer, Division of Water Resources	01/11/2012	27	5101-5103
First Amended Petition for Judicial Review	01/12/2012	27	5104-5111
Opening Brief of Conley Land & Livestock, LLC and Lloyd Morrison	01/13/2012	27	5112-5133
Petitioners Kenneth F. Benson, Diamond Cattle Company, LLC, and Michel and Margaret Ann Etcheverry Family LP's Opening Brief	01/13/2012	27	5134-5177
Eureka County's Opening Brief	01/13/2012	27	5178-5243
Eureka County's Summary of Record on Appeal - CV1112-0164	01/13/2012	28	5244-5420
Eureka County's Supplemental Summary of Record on Appeal - CV1108-155	01/13/2012	29-30	5421-5701

DOCUMENT	DATE	<u>vol</u>	JA NO.
Order Granting Extension	01/26/2012	31	5702-5703
Answer to Petition for Judicial Review	01/30/2012	31	5704-5710
Answer to First Amended Petition for Judicial Review	01/30/2012	31	5711-5717
Supplemental Petition for Judicial Review	01/31/2012	31	5718-5720
Petition for Judicial Review	02/01/2012	31	5721-5727
Summary of Record on Appeal	02/03/2012	31	5728-5733
Record on Appeal, Vol. I, Bates Stamped Pages 1-216	02/03/2012	31	5734-5950
Record on Appeal, Vol. II, Bates Stamped Pages 217-421	02/03/2012	32	5951-6156
Record on Appeal, Vol. III, Bates Stamped Pages 422-661	02/03/2012	33	6157-6397
Answer to Petition to Judicial Review	02/23/2012	34	6398-6403
Answering Brief	02/24/2012	34	6404-6447
Respondent Kobeh Valley Ranch, LLC's Answering Brief	02/24/2012	34	6448-6518
Reply Brief of Conley Land & Livestock, LLC and Lloyd Morrison	03/28/2012	34	6519-6541
Petitioners Kenneth F. Benson, Diamond Cattle Company, LLC, and Michel and Margaret Ann Etcheverry Family LP's Reply Brief	03/28/2012	34	6542-6565
Eureka County's Reply Brief	03/28/2012	34	6566-6638

DOCUMENT	<u>DATE</u>	<u>VOL</u>	JA NO.
Transcript for Petition for Judicial Review	04/03/2012	35	6639-6779
Corrected Answering Brief	04/05/2012	35	6780-6822
Findings of Fact, Conclusions of Law, and Order Denying Petitions for Judicial Review	06/13/2012	36	6823-6881
Notice of Entry of Findings of Fact, Conclusions of Law, and Order Denying Petitions for Judicial Review	06/18/2012	36	6882-6944
Notice of Appeal	07/10/2012	36	6945-6949
Petitioners Benson, Diamond Cattle Co., and Etcheverry Family LP's Notice of Appeal	07/12/2012	36	6950-6951
Excerpts from Transcript of Proceedings	10/13/2008	36	6952-6964

ALPHABETICAL APPENDIX TO APPEAL FROM JUDGMENT

DOCUMENT	<u>DATE</u>	<u>vol</u>	JA NO.
Affidavit of Service by Certified Mail	08/11/2011	1	66-68
Answer to Verified Petition for Writ of Prohibition, Complaint and Petition for Judicial Review by Kobeh Valley Ranch, LLC	09/28/2011	1	143-149
Answer to Petition for Judicial Review by Kobeh Valley Ranch, LLC	09/29/2011	1	150-154
Answer to Petition for Judicial Review by Kobeh Valley Ranch, LLC	09/29/2011	1	155-160
Answer to Petition for Judicial Review	01/30/2012	31	5704-5710
Answer to First Amended Petition for Judicial Review	01/30/2012	31	5711-5717
Answer to Petition to Judicial Review	02/23/2012	34	6398-6403
Answering Brief	02/24/2012	34	6404-6447
Corrected Answering Brief	04/05/2012	35	6780-6822
Eureka County's Supplemental Summary of Record on Appeal - CV1108-155	01/13/2012	29-30	5421-5701
Eureka County's Summary of Record on Appeal - CV1112-0164	01/13/2012	28	5244-5420
Eureka County's Opening Brief	01/13/2012	27	5178-5243
Eureka County's Reply Brief	03/28/2012	34	6566-6638
Excerpts from Transcript of Proceedings	10/13/2008	36	6952-6964

DOCUMENT	DATE	<u>vol</u>	JA NO.
Findings of Fact, Conclusions of Law, and Order Denying Petitions for Judicial Review	06/13/2012	36	6823-6881
First Additional Summons and Proof of Service, State Engineer, Division of Water Resources	08/17/2011	1	129-133
First Additional Summons and Proof of Service, State Engineer, Division of Water Resources	01/11/2012	27	5101-5103
First Amended Petition for Judicial Review	01/12/2012	27	5104-5111
Kobeh Valley Ranch's Reply to Conley/Morrison's Request for and Points and Authorities in Support of Issuance of Writ of Prohibition and in Opposition to Motion to Dismiss	12/15/2011	27	5062-5083
Kobeh Valley Ranch's Joinder in the State of Nevada and Jason King's Partial Motion to Dismiss	12/15/2011	27	5084-5086
Notice of Verified Petition for Writ of Prohibition, Complaint and Petition for Judicial Review	08/10/2011	1	07- 08
Notice of Petition for Judicial Review	08/11/2011	1	69-117
Notice of Entry of Findings of Fact, Conclusions of Law, and Order Denying Petitions for Judicial Review	06/18/2012	36	6882-6944
Notice of Appeal	07/10/2012	36	6945-6949
Opening Brief of Conley Land & Livestock, LLC and Lloyd Morrison	01/13/2012	27	5112-5133

DOCUMENT	<u>DATE</u>	<u>vol</u>	JA NO.
Order Allowing Intervention of Kobeh Valley Ranch, LLC, to Intervene as a Respondent	09/14/2011	1	134-135
Order Allowing Intervention of Kobeh Valley Ranch, LLC, as a Party Respondent	09/26/2011	1	141-142
Order Directing the Consolidation of Action CV1108-156 and Action No. CV1108-157 with Action CV1108-155	10/26/2011	1	161-162
Order Setting Briefing Schedule	12/02/2011	27	5053-5055
Order Granting Extension	01/26/2012	31	5702-5703
Partial Motion to Dismiss, Notice of Intent to Defend	09/14/2011	1	136-140
Petition for Judicial Review	08/08/2011	1	01-06
Petition for Judicial Review	12/29/2011	27	5087-5091
Petition for Judicial Review	12/30/2011	27	5092-5097
Petition for Judicial Review	02/01/2012	31	5721-5727
Petitioners Kenneth F. Benson, Diamond Cattle Company, LLC, and Michel and Margaret Ann Etcheverry Family LP's Opening Brief	01/13/2012	27	5134-5177
Petitioners Kenneth F. Benson, Diamond Cattle Company, LLC, and Michel and Margaret Ann Etcheverry Family LP's Reply Brief	03/28/2012	34	6542-6565
Petitioners Benson, Diamond Cattle Co., and Etcheverry Family LP's Notice of Appeal	07/12/2012	36	6950-6951

DOCUMENT	<u>DATE</u>	<u>vol</u>	JA NO.
Summons and Proof of Service, The State of Nevada	08/17/2011	1	124-128
Summons and Proof of Service, The State of Nevada	01/11/2012	27	5098-5100
Supplemental Petition for Judicial Review	01/31/2012	31	5718-5720
Transcript for Petition for Judicial Review	04/03/2012	35	6639-6779
Verified Petition for Writ of Prohibition, Complaint and Petition for Judicial Review	08/10/2011	1	09-59

CERTIFICATE OF APPENDIX (NRAP 30(g)(1)

In compliance with NRAP 30(g)(1) I hereby certify that this Appendix consists of true and correct copies of the papers in the District Court file.

DATED: December 21, 2012.

/s/ KAREN A. PETERSON
KAREN A. PETERSON, NSB #366
ALLISON, MacKENZIE, PAVLAKIS,
WRIGHT & FAGAN, LTD.
P.O. Box 646
Carson City, NV 89702

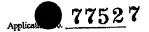
Attorneys for Appellant, EUREKA COUNTY

IN THE SEVENTH JUDICIAL DISTRICT COURT OF THE STATE OF NEVADA IN AND FOR THE COUNTY OF EUREKA 2 3 EUREKA COUNTY, a political subdivision of the State of Nevada, 4 Petitioner, 5 VS. Case No.: CV 1108-155 6 STATE OF NEVADA, EX. REL., Case No.: CV 1112-164 STATE ENGINEER, DIVISION OF 7 Dept. No.: 2 WATER RESOURCES, 8 Respondent. 9 CONLEY LAND & LIVESTOCK, LLC a Nevada limited liability company 10 LLOYD MORRISON, an individual Case No.: CV 1108-156 11 100 N. Carson Street Carson City, Nevada 89701-4717 Dept. No.: 2 12 Petitioners, Attorney General's Office VS. 13 OFFICE OF THE STATE ENGINEER 14 OF THE STATE OF NEVADA. DIVISION OF WATER RESOURCES. 15 DEPARMENT OF CONSERVATION AND NATURAL RESOURCES. JASON KING, State Engineer, KOBEH 16 VALLEY RANCH, LLC, Real Party in 17 Interest. 18 Respondents. 19 KENNETH F. BENSON, an individual, DIAMOND CATTLE COMPANY, LLC, A Nevada Limited Liability Company, and MICHEL AND MARGARET ANN ETCHEVERRY FAMILY, LP, a Nevada Registered Foreign Limited Partnership, 20 21 22 Case No.: CV 1108-157 Case No.: CV 1112-165 Petitioners, 23 Dept. No.: 2 Vs. 24 STATE ENGINEER OF NEVADA, OFFICE OF THE State Engineer, DIVISION OF WATER RESOURCES, DEPARTMENT OF CONSERVATION 25 VOLUME III **Bates Stamped Pages** 26 422-661 AND NATURAL RESOURCES, 27

Respondent,

1

28



APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

	THIS SPACE FOR OFFICE USE ONLY
D.	etc of filing in State Engineer's Office OCT 2 3 2008
	eturned to applicant for correction
	orrected application filedMap filed OCT 2 3 2008 under 7 7 17 1
Πx	e applicant Kobeh Valley Ranch LLC (c/o General Moly, Inc.)
1	726 Cole Blyd., Suite 115 of Lakewood
C	Colorado 80401
<u>x</u>	Point of diversion Place of use Manner of use E of a portion
۲۰۰. ۱.	The source of water is underground
2.	The amount of water to be changed 2.35 cfs, 571.20 acre-feet annually
3.	The water to be used for Mining and milling and milling and milling and milling comments, the K for work, take sember and bird of narrants. Heat lead to one super me.
4.	The water beretofore used for Mining and milling Kitar assot, state number and load of approach.
5.	The water is to be diverted at the following point (Describe as being within a 40-acc arbitrision of public narray and by course and distance to a found section corror. If on victority and, is should be stated.) Within the SE 1/4 of the SE 1/4 of Section 7 of T.21N., R.51E., M.D.M., or at a point from which the northwest corner of Section 6, T.21N., R.51E., M.D.M. bears North 24°13' West a distance of 11,015 feet. (Well 222)
6.	The existing point of diversion is located within at point of diversion is not changed, do not anywer.)
	the SE 1/4 of the NW 1/4 of Section 21, T.22N., R.51E., M.D.M., or at a point from which the southwest comer of Section 31, T.22N., R.51E., M.D.M. bears South 41°50' West a distance of 18,260 feet. (Well 203) See map that accompanied Application No. 75979.

139_EU

7.	Proposed place of use (Describe by logal relativisions. If for insignical, state sumber of some to be irrigulard.)
	See attached Exhibit "A" and as shown on the map that accompanied Application No. 72695.
8.	Existing place of use (Describe by legal subdivisions. If changing place of the and/or manner of use of infection permit, describe secretae to be removed from infection.)
	The place of use is not changed.
9.	Proposed use will be from Jenuary 1 to Oecember 31 of each year.
10.	Existing use permitted from January 1 to December 31 of each year.
11,	Description of proposed works. (Under the provision of NRS 535.010 you may be required to submit plants and specifications of your diversion or storage works.) (Suite menter in which water is to be directed in diversion structure, disches, piper and fluence or delibed well, purpoy and motor, etc.)
	Orilled well, pump and pipelines or truck to mine and mill site.
12.	Estimated cost of works 53,000,000
13.	Estimated time required to construct works 3 years
14.	Estimated time required to complete the application of water to beneficial use 5 years
15.	Provide a detailed description of the proposed project and its water usage (use attachments if necessary): (Nature to profile a detailed description may cause a delay in processing.)
	See attached addendum.
	8 2
	Miscellaneous remarks: RECEIV RECEIV
16.	Miscellaneous remarks:
	23 CF
(7	775) 358-9491 By George G. Lindesmitt PLEWRS / S. IT.
	19000 No. What a light of the Vine of
.9	Indesmith@tristateltd.com
	Tri Starké Surveying Ltd.
	1925 E. Prater Way

\$150 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Protested: December 23, 2008, by Eureka County Pro. Overruled 7-15-11 Ruling #6127

Application No. 77527

ADDENDUM TO ITEM 15 - "REMARKS"

This application, when granted, is intended to be utilized in conjunction with other Applications to Change filed simultaneously herewith. The Applications to Change are similarly intended to be utilized in conjunction with Applications to Appropriate numbered 72695 through 72698, 73545 through 73552 and 74587, previously filed with the State Engineer.

Water in the maximum annual volume of 16,000 acre feet annually will be utilized for mining, milling and domestic purposes within the place of use. The mining and milling operations will operate 24 hours per day, 365 days per year. The life of the mine is anticipated to be 53 years. When the plant is fully operational, water consumed in the initial stages will be substantially les that 16,000 acre feet annually, increasing to approximately 16,000 acre feet annually for a period commencing in the year 2020 and ending in 2052. Thereafter, the volume of water will gradually decline until the ore body is exhausted and the mining property is reclaimed.

The liquid cycle is fully contained, under NDEP zero discharge permits. Water saving and conservation devices will be fully implemented.

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All .	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.O.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6&7	21N	52E	M.D.M.
Alł	18 & 19	21N	52E	M.D.M.
AH	30 & 31	21N	52E	M.D.M.
All	38	21 1/2N	51 1/2 E	M.D.M.
ΠA	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
Ali	31-36	22N	51E	M.D.M.
Alı	1	22N	51 1/2 E	M.D.M.
Ali	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
ΙίΑ	1 - 38	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
Ali	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

RECEIVED

2009 OCT 23 PM IS: 45

STATE ENGINEERS OFFICE

Page 1 of 1

AMENDED

Application No. 77553

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

THIS SPACE FOR OFFICE USE ONLY	
Date of filing in State Engineer's Office NOV 3 2008	
Returned to applicant for correction NOV 10 2008	
Corrected application filed FEB 2 6 2009 Map filed FEB 2 6 2009	
The applicant Kobeh Valley Ranch LLC (c/o Géneral Moly, Inc.)	
1726 Cole Blvd., Suite 115 of Lakewood City or Town	
Colorado 80401 , hereby make(s) application for permission to change the	
Succession Place of use Manmer of use Solof a portion	
of water heretofore appropriated under (identify existing right by Permit, Cartificate, Proof or Claim Nos. If Docreed, give title of Deares and identify right in Docrees.) Application No. 75997	
1. The source of water is underground Name of strong, take, underground, spring or other sources.	
2. The amount of water to be changed 2.35 cfs, 571.20 acre-feet annually Second first, some first. One second foot equals 48.83 gallous per marks.	
3. The water to be used for Mining and milling Interesting commercial, etc. If for stock, state member and bind of snimels. Most bent to one major use.	
4. The water heretofore used for Mining and milling	
 The water is to be diverted at the following point (Occarbo as being within a 40-sum subdivision of public survey and by course and distance to a finand section course. If on measure yell land, it should be stated.) 	
Within the SE 1/4 of the NW 1/4 of Section 5, T.21-1/2N., R.52E., M.D.M. or at a point from which the southeast corner of Section 36, T.22N., R.51E., M.D.M. bears South 72°57'48" West a distance of 10506.16 feet. See map accompanying this application.	2/24/०९
6. The existing point of diversion is located within (11 point of diversion is not changed, do not somewir.)	
the SE 1/4 of the NW 1/4 of Section 21, T.22N., R.51E., M.D.M., or at a point from which the southwest corner of Section 31, T.22N., R.51E., M.D.M. bears South 41°50' West a distance of 18,260 feet. (Well 203) See map that accompanied Application No. 75979.	

7.	Proposed place of use (Describe See attached Exhibit "A" a	•				12/5/2005
8.	Existing place of use (Describe) removed from irrigation.) The place of use is not ch		dace of	use serifor everence of use of wrigh	nion permit, describe acrenze	to be
		4. 5. 5. 5. 5. F. C. 19. F				
9.	Proposed use will be from _	January 1 Medical Day	to	December 31	of each year.	
10.	Existing use permitted from					
	Description of proposed work specifications of your diversi- fluorer or drilled well, pump and motor, of Drilled well, pump and pip	ion or storage works.)(sed etc.) pelines or truck to mine	э уларах е	er in which water is to be diverted	required to submit pl , i.e. diversion structure, dict	ans and ox, pipes end
	Estimated cost of works 53					
13,	Estimated time required to co	onstruct works 3 years		If well completed, dep	arbe wall.	
14.	Estimated time required to co	omplete the application o	f wat	er to beneficial use _5	years	
15.	Provide a detailed description (Fallum to provide a detailed description ma	n of the proposed project	and i	its water usage (use atta	chments if necessary):
	See attached addendum.			•		
	. Miscellaneous remarks: 775) 358-9491			D Marine OST	MANUAL PROBLEMS TO A STATE OF THE STATE OF T	2009 FEB 26 Fil 4: 02
	Phone No.	By	Det	ora D. Maurer, C.S.T.	7	
_{)Maurer@tristate#d.com	-	192	State Surveying Ltd. Company Name S E. Prater Way Boost Addison or P.C. arks, NV 89434	a special standard	
4	DDI ICATION MITO	T DE SWENEIN	Spe	City, State, Zip Code		

\$150 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: May 1, 2009, by Eureka County Pro. Overruled 7-15-11 Ruling #6127

BY THE APPLICANT OR AGENT

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

	Division	Section	Township	Range	Meridian
	All	1-3	21N	50E	M.O.M.
	. Ali	10-15	21N	50€	M.D.M.
	All	22-27	21N	50E	M.D.M.
	All	34-36	21N	50E	M.D.M.
	All	1-38	21N	51E	M.D.M.
	All	6&7	21N	52E	M.D.M.
	All	18 & 19	21N	52E	M.D.M.
	All	30 & 31	21N	52E	M.D.M.
ŗ	All	36	21 1/2N	51 1/2 E	M.D.M.
	All	31 - 36	21 1/2N	52E	M.D.M.
	All	34-38	22N	50E	M.D.M.
•	All	1-3	22N	51 E	M.D.M.
	All	10-15	22N	51E	M.O.M.
	All	20-29	22N	51E	M.D.M.
	Alt	31-36	22N	51 ⊞	M.D.M.
	All	1	22N	51 1/2 E	M.D.M.
	All	12 & 13	22N	51 1/2 E	M.D.M.
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	All	36	22N	51 1/2 E	M.D.M.
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	All	18 & 19	22N	53E	M.D.M.
	All	30 & 31	22N	53E	M.D.M.
	Ali	34-36	23N	51E	M.D.M.
	All	31	21 1/2 N	53E	M.D.M.

77563

Application	No.	
Application	110.	

ADDENDUM TO ITEM 15 - "REMARKS"

This application, when granted, is intended to be utilized in conjunction with other Applications to Change filed simultaneously herewith. The Applications to Change are similarly intended to be utilized in conjunction with Applications to Appropriate numbered 72695 through 72698, 73545 through 73552 and 74587, previously filed with the State Engineer.

Water in the maximum annual volume of 16,000 acre feet annually will be utilized for mining, milling and domestic purposes within the place of use. The mining and milling operations will operate 24 hours per day, 365 days per year. The life of the mine is anticipated to be 53 years. When the plant is fully operational, water consumed in the initial stages will be substantially les that 16,000 acre feet annually, increasing to approximately 16,000 acre feet annually for a period commencing in the year 2020 and ending in 2052. Thereafter, the volume of water will gradually decline until the ore body is exhausted and the mining property is reclaimed.

The liquid cycle is fully contained, under NDEP zero discharge permits. Water saving and conservation devices will be fully implemented.

STATE ENGINEERS OFFICE

SOER NOV -3 PM 1:12

BECHARD



AMENDED

THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

DIAMOND VALLEY

Manner of Use:

MINING, MILLING AND DEWATERING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

06/03/1960

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion of a portion of the waters of an underground source as heretofore granted under Permit 76803 is issued subject to the terms and conditions imposed in said Permit 76803 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

Permits 76008, 76802, 76803, 76804, 76805 and 78424 are approved for a total combined duty of 616.00 acre-feet annually. However, pursuant to NRS 533.3703, initially only the net consumptive use amount, 385.00 acre-feet, can be diverted annually. Additional diversion up to the total 616.00 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 385.00 acre-feet to be exceeded. The place of use of these permits is limited to the Diamond Valley Hydrographic Basin (153).

(Continued on Page 2)

Amended Permit No. 78424

The total combined consumptive duty of water under Permits, 75996, 75997, 75998, 75999, 76000, 76001, 76002, 76003, 76004, 76745, 76746, 76989 and 76990 in Kobeh Valley and Permits 76008, 76802, 76803, 76804, 76805 and 78424 in Diamond Valley shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 in Kobeh Valley shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

This permit is approved for the entire 57.5 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 35.94 acre-feet, can be diverted annually. Additional diversion up to the total 57.5 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 35.94 acre-feet to be exceeded.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.1525 cubic feet per second or 57.5 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to

beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December 14, 2013

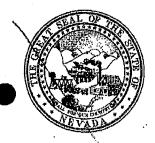
December 14, 2016

N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 44 day of January, 2012

	State Engineer
Completion of work filed	
Proof of beneficial use filed	V
Cultural map filed	
Certificate No.	Issued



Sue amended

THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

DIAMOND VALLEY

Manner of Use:

MINING, MILLING AND DEWATERING

Period of Use:

JÄNUARY 1ST TO DECEMBER 31ST

Priority Date:

06/03/1960

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion of a portion of the waters of an underground source as heretofore granted under Permit 76803 is issued subject to the terms and conditions imposed in said Permit 76803 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534,030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

Permits 76008, 76802, 76803, 76804, 76805 and 78424 are approved for a total combined duty of 616.00 acre-feet annually. However, pursuant to NRS 533.3703, initially only the net consumptive use amount, 385.00 acre-feet, can be diverted annually. Additional diversion up to the total 616.00 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 385.00 acre-feet to be exceeded. The place of use of these permits is limited to the Diamond Valley Hydrographic Basin (153).

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

(Continued on Page 2)

Permit 76008 is approved for the entire 57.5 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 35.94 acre-feet, can be diverted annually. Additional diversion up to the total 57.5 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 35.94 acre-feet to be exceeded.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 0.1525 cubic feet per second or 57.5 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to

beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

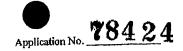
December 14 2013

December 14 2016 N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 14th day of December, A.D. 2011

	State Erigineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued



APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Da	te of filing in State Engineer's Off	ice APR 302	บบร	· · · · · · · · · · · · · · · · · · ·
	turned to applicant for correction			
Co	prected application filed	Map fi	iled APR 3 0 2009	
The	applicant Kobeh Valley Ranch	LLC.		
1	726 Cole Blvd., Suite 115	C	of Lakewood	
	Street Address or P.O. Box		City or Tow	
	State and Zin Code		, hereby make(s) application for	r permission to change the
X)	•	Place of use	Manner of use	🛛 of a portion
			and the second and the second	second pivntitle of Decree and
Of V	water heretofore appropriated under	If (Identify existing right by)	Permit, Certificate, Proof of Claim Ness. 11 D	ECIDOR ENTO MAIN TO THE PARTY OF THE PARTY O
	oplication No. 76803			
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		yn diel yn de yn y gant yn gan Ar yn yn gant y	and the second s	
1.	The source of water is undergre			
۱.	The source of water is undergro	Name	e of stream, lake, underground, apring or other so	UNITOTA.
1. 2.	The source of water is undergree. The amount of water to be change.	Name	50 scre-feet annually	
2.	The amount of water to be chang	ed 0.1525 cfs, 57	50 acre-feet annually Second feet, sere-feet, One second fool	oquals 448,83 gallons per minute.
•	The amount of water to be chang The water to be used for Mining	ed 0.1525 cfs, 57 g, milling and dewa	.50 acre-feet annually Second feet, are feet. One second feet attering creat, etc. If for stock, state number and kind of	oquals 448,83 gallons per minute.
2.	The amount of water to be chang The water to be used for Mining	ed 0.1525 cfs, 57 g, milling and dewa	.50 acre-feet annually Second feet, see feet. One second fool extering ereist, etc. If for stock, state number and kind of the westering	equals 448,83 guilons per minute.
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2.	The amount of water to be chang The water to be used for Mining The water heretofore used for M The water is to be diverted at the	ed 0.1525 cfs, 57 g, milling and dewarigation, power, mining, committing and distributions, milling and dewards, milling and dewards, power, milling and dewards, milling and	.50 acre-feet annually Second foot, sore-feet. One second foot atering ercial, etc. If for stock, state number and kind of dewatering If for stock, clase number and kind of an soribe as being within a 40-acre subdivision o	equals 448,83 gallons per minute. Enumals, Must limit to one major use.
2. 3. 4.	The amount of water to be changed. The water to be used for Mining. The water heretofore used for M. The water is to be diverted at the distance to a found section corner, if on water.	ned 0.1525 cfs, 57 I, milling and dewarding power, mining, committee and it is following point (Dearwood land, it should be state to be a state of the control land, it should be state to be a state of the control land, it should be state of the	.50 acre-feet annually Second foot, acro-feet. One second foot atering ereal, etc. If for stock, state number and kind of dewatering If for stock, state number and kind of an acro-second state and acro-feet and kind of an acro-feet as being within a 40-acro-subdivision of 4)	equals 448,83 gations per minute. Animals. Must limit to one major use. Timals. I public survey and by course and
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 3. 4. 5. 	The water to be used for Mining The water heretofore used for M The water heretofore used for M The water is to be diverted at the distance to a found section corner. If on account within the NW 1/4 of the SE the northeast corner of Section 3,145 feet. (Well GMI-PDT-3) The existing point of diversion is	name of the control o	.50 acre-feet annually Second foot, sore test. One second foot stering ereal, etc. If for stock, state number and kind of dewatering If for stock, cluste number and kind of an acretic as being within a 40-acre subdivision of 4) T.22N., R.51-1/2E., M.D.M., E., M.D.M. bears North 32°4; shat of diversion is not changed, do not answer	equals 448,83 goldons per minute. animals. Must limit to one major use. Imals. f public survey and by course and or at a point from which 3' West a distance of
 3. 4. 5. 	The water to be used for Mining The water heretofore used for M The water heretofore used for M The water is to be diverted at the distance to a found section corner. If on account Within the NW 1/4 of the SE, the northeast corner of Section 3,145 feet. (Well GMI-PDT-3) The existing point of diversion is	name of the property of the pr	.50 acre-feet annually Second foot, sore test. One second foot stering ereal, etc. If for stock, state number and kind of dewatering If for stock, state number and kind of an sortice as being within a 40-acre subdivision of 4) T.22N., R.51-1/2E., M.D.M., E., M.D.M. bears North 32°4; int of diversion is not changed, do not surrect. T.22N., R.51, 5E., M.D.M., O	equals 448,83 goldons per minute. animals. Must break to one major use. Imals. Or at a point from which 3' West a distance of It.) If at a point from which
2. 3. 4. 5.	The water to be used for Mining The water heretofore used for M The water heretofore used for M The water is to be diverted at the distance to a found section corner. If on account within the NW 1/4 of the SE the northeast corner of Section 3,145 feet. (Well GMI-PDT-3) The existing point of diversion is	name of the property of the pr	.50 acre-feet annually Second foot, sore test. One second foot stering ereal, etc. If for stock, state number and kind of dewatering If for stock, state number and kind of an sortice as being within a 40-acre subdivision of 4) T.22N., R.51-1/2E., M.D.M., E., M.D.M. bears North 32°4; int of diversion is not changed, do not surrect. T.22N., R.51, 5E., M.D.M., O	equals 448,83 goldons per minute. animals. Must brief to one major use. Imals. Or at a point from which 3' West a distance of 1.) That a point from which The start of the second

15% EU S ROA SE 434

7.	Proposed place of use (Describe by logal subdivisions. If for integration, state number of scree to be irrigated.)
	See attached Exhibit "A" and as shown on the map that accompanied Application No. 72695.
8.	Existing place of use (Describe by legal subdivisions. If changing place of use and/or manner of use of irrigation permit, describe screage to be removed from irrigation.) Place of Use is not changed.
9.	Proposed use will be from January 1 to December 31 of each year.
10.	Existing use permitted from January 1 to December 31 of each year.
11.	Description of proposed works. (Under the provision of NRS 535.010 you may be required to submit plans and specifications of your diversion or storage works.) (State manner in which water is to be diversed, i.e. diversion structure, diches, piper and flance or dilled well, pump and more, etc.)
• •	Drilled well, pump and pipelines or truck to mine and mill site. Estimated cost of works \$3,000,000
	DOMESTIC OF THE PROPERTY OF TH
13,	Estimated time required to construct works 3 years
14.	Estimated time required to complete the application of water to beneficial use 5 years
15.	Provide a detailed description of the proposed project and its water usage (use attachments if necessary): (Failure to provide a detailed description may cause a delay in processing.)
	See attached addendum.
16.	Miscellancous remarks:
(775) 358-9491 By George G. Lindesmith, P. SAVRS
9	lindesmith@tristateitd.com Tri State Surveying Ltd.
	1925 E. Prater Way
	Simi Advisi or P.O. Box

\$150 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Sparks, NV 89434

Protested: July 10, 2009, by Eureka County Pro. Overruled 7-15-11 Ruling #6127

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

78424

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6 & 7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
Alf	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
Αñ	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6 & 7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All.	31	21 1/2 N	53E	M.D.M.

Application No. 78424

ADDENDUM TO ITEM 15 - "REMARKS"

This application, when granted, is intended to be utilized in conjunction with other Applications to Change filed simultaneously herewith. The Applications to Change are similarly intended to be utilized in conjunction with Applications to Appropriate numbered 72695 through 72698, 73545 through 73552 and 74587, previously filed with the State Engineer.

Water in the maximum annual volume of 16,000 acre feet annually will be utilized for mining, milling and domestic purposes within the place of use. The mining and milling operations will operate 24 hours per day, 365 days per year. The life of the mine is anticipated to be 53 years. When the plant is fully operational, water consumed in the initial stages will be substantially les that 16,000 acre feet annually, increasing to approximately 16,000 acre feet annually for a period commencing in the year 2020 and ending in 2052. Thereafter, the volume of water will gradually decline until the ore body is exhausted and the mining property is reclaimed.

The liquid cycle is fully contained, under NDEP zero discharge permits. Water saving and conservation devices will be fully implemented.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

12/05/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion, place and manner of use of the waters of an underground source as heretofore granted under Permit 73551 is issued subject to the terms and conditions imposed in said Permit 73551 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292,36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79911

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State

Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 6.0 cubic feet per second or 2,669.50 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December <u>/3</u> 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>13</u> 2016

Map in support of proof of beneficial use shall be filed on or before:

N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 13th day of December, A.D. 2011

	State Engineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

Application No.	79911"	
1 appareumon		,

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

	~		
THI	IS SPACE FOR OFF	ICE USE ONLY	į.
Date of filing in State Engineer's Office	JUN 1 5 20)10	
Returned to applicant for correction			
Corrected application filed		Map filed JUN 1 5 2	010
The applicant Kobeh Valley Ranch LL	C (c/o General N		
1726 Cole Blvd., Suite 115		of Lakewood	
Street Address or PO Box			or Town
Colorado 80401		hereby make(s) application for	or permission to change the
State and ZIP Code Point of diversion Point Poi	Place of use	✓ Manner of use	of a portion
of water heretofore appropriated under (Identi	fy existing rights by Perr	nit, Certificate, Proof or Claim Nos, 16	Decreed, give title of Decree and
Application No. 73551	•		•
			•
The source of water is underground			
1. The source of water is underground	Name of stream,	lake, underground, spring or other soun	ces.
2. The amount of making to be altered. 4.04	afa ar 2660 5 afa		
2. The amount of water to be changed 6.0 c	Second feet, ac	re-fect. One second foot equals 448.83	gallons per minute.
o mi		•	
3. The water to be used for Mining and mil	ning	If for stock, state number and kind of an	imals. Must limit to one major use
			4
4. The water heretofore used for Mining, m		g stock, state number and kind of animals	J.
The water is to be diverted at the following distance to a found section corner. If on unsurveye	d land, it should be stated	.)	
within the SW 1/4 of the SE 1/4 of Section 7 Section 6, T.21N., R.51E., M.D.M. bears No accompanying this application.	', T.21N., R.51E., M orth 20°01' West a di	.D.M., or at a point from which islance of 10,720 feet. Well 222	as shown on the map
6. The existing point of diversion is located	Within (If point of diver	rsion is not changed, do not answer.)	
the NE 1/4 of the SW 1/4 of Section 26. T.2 Section 26 bears North 45°00' East a distance	IN., R.51E., M.D.M	or at a point from which the n	ortheast corner of said
72695.			

16620.001 // 4814-7067-9302

139-5LJ ROA SE 440

79911

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

Month and Day

Month and Day

8. Existing place of use (Describe by legal subdivisions. If changing place of use and/or manner of use of irrigation permit, describe acreage to be removed from irrigation.) See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.				
9. Proposed use will be from January I	to December 31	of each year.		

11. Description of proposed works. (Under the provision of NRS 535.010 you may be required to submit plans and specifications of your diversion or storage works.) (State manner in which water is to be diverted, i.e., diversion structure, ditches, pipes and flumes or drilled well, pump and motor, etc.)

to

Month and Day

Month and Day

of each year.

December 31

Drilled well, pump and pipelines or truck to mine and mill site.

10. Existing use permitted from January 1

12. Estimated cost of works \$3,000,000	
13. Estimated time required to construct works 3 years	
If well com	pleted, describe well.
14. Estimated time required to complete the application of water to beneficial use	5 years
15. Provide a detailed description of the proposed project and its water usage (use a detailed description may cause a delay in processing.)	attachments if necessary): (Failure to provide

16. Miscellaneous remarks:

See attached remarks.

RdeLipkau@parsonsbehle.com		
E-mail Address		
(775) 323-1601		
Phone No.	Ext.	

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT Ross E. dr. Lipkau

The opplint natural learly

Signature, applicant or agent

Parsons Behle & Latimer

Company Name
50 West Liberty Street, Suite 750
Street Address or PO Box

Reno, NV 89501

City, State, ZIP Code

Revised 07/09 \$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO. OVERRULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Range 50E	Meridian M.D.M.	•
All	3-5	20N	50E	M.D.M.	
7311	0.0	2014	**-		
All	1-3	21N	50E	M.O.M.	
Αll	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	60E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
Ali	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50€	M.D.M.	
All	1-3	22N	51E	M.D.M.	_
All	10-15	22N	51E	M.D.M.	REC
All	20-30	22N	51E	M.D.M.	
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
AH	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

79911

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Merldian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
Ali	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
Àli	8&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All .	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
Ali	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

12/05/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion, place and manner of use of the waters of an underground source as heretofore granted under Permit 73552 is issued subject to the terms and conditions imposed in said Permit 73552 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6.292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79912

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State

Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this

permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 6.0 cubic feet per second or 2,669.50 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December <u>/3 2013</u>

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>/3</u> 2016

Map in support of proof of beneficial use shall be filed on or before:

N/2

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this /3/L day of December, A.D. 2011

	for State Engineer P.C.
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

Application No.	79 91 2
- cp p	

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

THIS	S SPACE FOR OFFICE USE ONLY	
Date of filing in State Engineer's Office	JUN 1 5 2010	
Returned to applicant for correction		
Corrected application filed	Map filed JUN 1 5 2010under 7	991
The applicant Kobeh Valley Ranch LLC	C (c/o General Moly, Inc.)	
1726 Cole Blvd., Suite 115	of Lakewood	
Street Address or PO Box	City or Town	
Colorado 80401	hereby make(s) application for permission to c	hange the
State and ZIP Code	man and an	
	lace of use Manner of use for a port	
of water heretofore appropriated under (Identify dentity right in Decree.)	fy existing rights by Permit, Certificate, Proof or Claim Nos. If Decreed, give title of	Decree and
Application No. 73552		
Appropriate LANT 1950 P		
The source of water isunderground		
The source of water isunderground	Name of stream, take, underground, spring or other sources.	
W	efs or 2669.5 afa	
W		
2. The amount of water to be changed 6.0 cl	efs or 2669.5 afa Second feet, acre-feet. One second foot equals 448.83 gallons per minute.	
The amount of water to be changed 6.0 cl The water to be used for Mining and mills	efs or 2669.5 afa Second feet, acre-feet. One second foot equals 448.83 gallons per minute.	ne major use
2. The amount of water to be changed 6.0 cl 3. The water to be used for Mining and milli Irrigation, power, mil	efs or 2669.5 afa Second feet, nere-feet. One second foot equals 448.83 gallons per minute. Ling Iting, commercial, etc. If for stock, state number and kind of animals. Must limit to a	ne major use
2. The amount of water to be changed 6.0 cl 3. The water to be used for Mining and milli Irrigation, power, mil	ifs or 2669.5 afa Second feet, nere-feet. One second foot equals 448.83 gallons per minute. ling lining, commercial, etc. If for stock, state number and kind of animals. Must limit to a lling and dewatering	ne major use
2. The amount of water to be changed 6.0 cl 3. The water to be used for Mining and miltitrigation, power, mil 4. The water heretofore used for Mining, mil	If or 2669.5 afa Second feet, nere-feet. One second foot equals 448.83 gallons per minute. Ling Iting, commercial, etc. If for stock, state number and kind of animals. Must limit to a Uling and dewatering If for stock, state number and kind of animals.	
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2. The amount of water to be changed 6.0 cl 3. The water to be used for Mining and milli Irrigation, power, mil 4. The water heretofore used for Mining, mil 5. The water is to be diverted at the following distance to a found section corner. If on unsurveyed within the SW 1/4 of the NE 1/4 of Section 2; said Section 23 bears North 34°39' East a dist	Ifs or 2669.5 afa Second feet, nove-feet. One second foot equals 448.83 gallons per minute. Ling Uning, commercial, etc. If for stock, state number and kind of animals. Must limit to a Uling and dewatering If for stock, state number and kind of animals.	e and
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2. The amount of water to be changed 6.0 cd 3. The water to be used for Mining and miltitrigation, power, mil 4. The water heretofore used for Mining, mil 5. The water is to be diverted at the following distance to a found section corner. If on unsurveyed within the SW 1/4 of the NE 1/4 of Section 2: said Section 23 bears North 34°39' East a dist Application,	Second feet, acre-feet. One second foot equals 448.83 gallons per minute. ling lining, commercial, etc. If for stock, state number and kind of animals. Must limit to a lling and dewatering If for stock, state number and kind of animals. g point (Describe as being within a 40-acre subdivision of public survey and by cours lland, it should be stated.) 3. T.21N., R.34E., M.D.M., or at a point from which the northeast coutance of 2850 feet. Well 224 as shown on the map accompanying this	e and
2. The amount of water to be changed 6.0 cd 3. The water to be used for Mining and milli trrigation, power, mil 4. The water heretofore used for Mining, mil 5. The water is to be diverted at the following distance to a found section corner. If on unsurveyed within the SW 1/4 of the NE 1/4 of Section 23 said Section 23 bears North 34°39' East a dist Application. 6. The existing point of diversion is located with NE 1/4 of the SE 1/4 of Section 23, T.21N	Second feet, nere-feet. One second foot equals 448.83 gallons per minute. ling lining, commercial, etc. If for stock, state number and kind of animals. Must limit to a lling and dewatering If for stock, state number and kind of animals. g point (Describe as being within a 40-acre subdivision of public survey and by coars lland, it should be stated.) 3. T.21N., R.54E., M.D.M., or at a point from which the northeast contained of 2850 feet. Well 224 as shown on the map accompanying this within (If point of diversion is not changed, do not answer.) N. R.51E., M.D.M., or at a point from which the southeast corner of a	se and mer of S
2. The amount of water to be changed 6.0 cd 3. The water to be used for Mining and miltitrigation, power, mil 4. The water heretofore used for Mining, mil 5. The water is to be diverted at the following distance to a found section corner. If on unsurveyed within the SW 1/4 of the NE 1/4 of Section 23 said Section 23 bears North 34°39' East a dist Application. 6. The existing point of diversion is located with NE 1/4 of the SE 1/4 of Section 23, T.21N	Second feet, acre-feet. One second foot equals 448.83 gallons per minute. ling lining, commercial, etc. If for stock, state number and kind of animals. Must limit to a lling and dewatering If for stock, state number and kind of animals. g point (Describe as being within a 40-acre subdivision of public survey and by cours lland, it should be stated.) 3. T.21N., R.34E., M.D.M., or at a point from which the northeast coutance of 2850 feet. Well 224 as shown on the map accompanying this	se and mer of S

139.EU

ROA SE 447

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be Irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8. Existing place of use (Describ removed from irrigation.) See attached EXHIBIT "B" and					, describe acreage to be
9. Proposed use will be from	January 1	to Dec	ember 31	of each year.	
10. Existing use permitted from	Month and Day January 1 Month and Day	to D	Month and Day ecember 31 Month and Day	of each year.	
11. Description of proposed we specifications of your diversion flunes or drilled well, pump and motor	or storage works.) (s	sion of NRS tate manner in	535.010 you may which water is to be	ay be required to subm diverted, i.e., diversion stru	it plans and coure, ditchex, pipes and
Drilled well, pump and pipelin		d mill site.			
12. Estimated cost of works _\$	3,000,000				
13. Estimated time required to	construct works 3 ye	ears			
14. Estimated time required to	omplete the applicati	on of water t		npleted, describe well. 5 years	-
15. Provide a detailed description detailed description may cause a dela	on of the proposed pro	ect and its	water usage (use	attachments if necess	ary): (Failure to provide
See attached remarks.					
16. Miscellaneous remarks:					
				•	
		Ross E	Jde Lipkau	and print have clearly	9
RdeLipkau@parsonsbehle.co E-mail Address	m	Mos	1 & B. D.	L WING	
(775) 323-1601			Signa	ture, applicate or agent	

APPLICATION MUST BE SKINED BY THE APPLICANT OR AGENT

Phone No.

Company Name
50 West Liberty Street, Suite 750

Street Address or PO Box

Reno, NV 89501

Parsons Behle & Latimer

City, State, ZIP Code

Revised 07/09 \$200

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Range 50E	Meridian M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M,D,M.	
All	1-36	21N	51E	M.CJ,M	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	•
All	36	21 1/2N	51 1/2 E	M.D.M.	
All .	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REL
All	20-30 36	22N	51E	M.D.M.	7.
Ali	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All .	1 - 36	22N	52E	M.D.M.	
All	6 & 7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23 N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6 & 7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All.	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
Ail	1-3	22N	51E	M,D,M.
ΑΊΙ	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	· 22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
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All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

05/27/1980

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 76004 is issued subject to the terms and conditions imposed in said Permit 76004 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292,36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin, (Continued on Page 2)

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is approved for the entire 1,280,00 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 864.00 acre-feet, can be diverted annually. Additional diversion up to the total 1,280.00 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 864.00 acre-feet to be exceeded.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 5.0 cubic feet per second or 1,280.00 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before: Water must be placed to beneficial use and proof of the application of water to

beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December /3 2013

December <u>13</u> 2016

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this /3/L day of December, A.D. 2011

	fu- State Engineer	La tet.
Completion of work filed		
Proof of beneficial use filed		
Cultural map filed		
Certificate No.	Issued	

	*	7	g	9	1	3	
Application No.		•	Y	~		~	

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

THI	S SPACE FOR OF	FICE USE ONLY	
Date of filing in State Engineer's Office	JUN 1 5 20	010	
Returned to applicant for correction			
Corrected application filed		Map filed JUN 1 5	2010 _{under} 7991
The applicant Kobeh Valley Ranch LL	C (c/o General I	Moly, Inc.)	
1726 Cole Blvd., Suite 115		of Lakewood	
Street Address or PO Box			y or Town
Colorado 80401		hereby make(s) application	for permission to change the
State and ZIP Code	**************************************	-	
Point of diversion P	lace of use	Manner of use	of a portion
of water heretofore appropriated under (Identifi	fy existing rights by Pen	mit, Certificate, Proof or Claim Nos. 1	Decreed, give title of Decree and
dentify right in Decree.)			
	efs or 1280.0 afa Second feet, so ng tining, commercial, etc.	lake, underground, spring or other sour re-feet. One second foot equals 448.83	gallons per minute.
4. The water heretofore used for Mining & n		stock, state number and kind of unimal	\$.
5. The water is to be diverted at the following distance to a found section corner. If an unsurveyed within the SW 1/4 of the SW 1/4 of Section 3 Section 24, T.21N., R.50E., M.D.M. bears No accompanying this Application.	g point (Describe as be land, it should be stated 31. T.21N., R.51E	ing within a 40-acre subdivision of pub L) M.D.M., or at a point from whic	tic survey and by course and the correct of
6. The existing point of diversion is located v Lot 4 of Section 2. T.21N., R.50E., M.D.M., 40' West a distance of 580 feet. Well 208 as	or at a point from v	which the northwest corner of sa	id Section 2 bears North 40° 79

16620.001 // 4817-5648-1798

39-E-S ROA SE 454 7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8. Existing place of use (Describe by legal subdivisions.	If changing place of use and/or manner of use of irrigation permit, describe acreage to be
removed from irrigation.)	

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

Proposed use will be from	January 1	_to	December 31	of each year.
0. Existing use permitted from	Month and Day January 1 Month and Day	to	Month and Day December 31 Month and Day	of each year.
1. Description of proposed wo specifications of your diversion lumes or drilled well, pump and motor	or storage works.) (Su	ion of i	NRS 535.010 you may ser in which water is to be d	be required to submit plans and iverted, i.e., diversion structure, ditches, pipes and
Dritled well, pump and pipeling	s or truck to mine and	mili si	ite.	
12. Estimated cost of works		·		
13. Estimated time required to	construct works 3 ye	ars	70 11	pleted, describe well.
				5 years
14. Estimated time required to	complete the application	on of w	ater to beneficial use	J yours
a detailed description may cause a dela	y in processing.)	ject an	d its water usage (use	attachments if necessary): (Faikire to provide
See attached remarks.	1			
16. Miscellaneous remarks:				
		R	oss Erge Lipkau	1 1 1 2 2
			A Rype	or print name taxty of Manage
RdeLipkau@parsonsbehle.co			1011 D.T.	WIZ VIII BOOK
E-mail Address		ل.	Giana Giana	ture, applicant or gent
(775) 323-1601		р	arsons Behle & Latim	
Phone No.	Ext.	-		Company Name

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Reno, NV 89501

50 West Liberty Street, Suite 750

Street Address or PO Box

City, State, ZIP Code

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT

Revised 07/09

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2 All	Section 2 3-5	Township 20N 20N	Range 50E 50E	Meridian M.D.M. M.D.M.	
All	1-3	21N	50E	M.D.M.	
Alt	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
Alī	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
IIA	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REL
All	20-3636	22N	51E	M.D.M.	V _C ,
Ali	1	22N	51 1/2 E	M.D.M.	
Aji	12 & 13	22N	51 1/2 E	M.D.M.	
Ali	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	· 22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.O.M.	
Ali	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52 E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
Ali	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6 & 7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E _.	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY IST TO DECEMBER 31ST

Priority Date:

05/03/2005

******* <u>APPROVAL</u> OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion, place and manner of use of the waters of an underground source as heretofore granted under Permit 72695 is issued subject to the terms and conditions imposed in said Permit 72695 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79914

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 3.0 cubic feet per second or 2,000.00 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December <u>13</u> 2013

December <u>/3</u> 2016

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 13th day of December, A.D. 2011

	fe / State Engineer
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

Application No.	79	91	4	,
Whitement 140.				-

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

	THIS SPACE FOR O	FICE USE ONLY	
Date of filing in State Engineer's	Office JUN 1 5	2010	
Returned to applicant for correct	ion		
Corrected application filed		Map filed JUN 1 5 2	010 under 7991
The applicant Kobeh Valley Ra	nch LLC (c/o General		
1726 Cole Blvd., Suite 115		of Lakewood	
Street Address of	r PO Box		y or Town
Colorado 80401	7.1.	hereby make(s) application	for permission to change the
✓ Point of diversion	Place of use	Manner of use	of a portion
of water heretofore appropriated und	er (Identify existing rights by P	ermit, Certificate, Proof or Claim Nos.	If Decreed, give title of Decree and
1. The source of water is undergra		m, lake, underground, spring or other son	irçes.
2. The amount of water to be change		or med man branch - homb at a series	
z. The unrount of view to be change	Second feet,	acre-feet. One second foot equals 448.8:	gallons per minute.
3. The water to be used for Mining	& milling	. If for stock, state number and kind of a	nimals, Must limit to one major use
4. The water heretofore used for M			
11 110 110101 110101010 1000 100		or stock, state number and kind of anima	ils.
5. The water is to be diverted at the distance to a found section corner. If on	following point (Describe as unsurveyed land, it should be stat	being within a 40-acro subdivision of put ed.)	blic survey and by course and
within the SW 1/4 of the SW 1/4 of Section 24, T.21N., R.50E., M.D.M. accompanying this Application.	Section 31, T.21N., R.51E, bears North 3°21' West a	., M.D.M., or at a point from wh distance of 15,260 feet. Well 22	ich the northeast comer of 6 as shown on the map
6. The existing point of diversion is within the SE 1/4 of the SE 1/4 of S			h the southeast corner of said
Section 35, T.21N., R.51E., M.D.M. No. 72695.	bears South 45°00' East :	distance of 933 feet. See the m	ap supporting Application

16620.001 // 4817-1925-8118

(水) とい ROA SE 461 7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

8,	Existing place of use (Describe by legal	ubdivisions. If changing place of use and/or manner of use o	f inigation permit, describe acreage to be
	noved from irrigation.)		

See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.

9. Proposed use will be from	January 1	to	December 31	of each year.
,	Month and Day		Month and Day	-
10. Existing use permitted from	January 1	to	December 31	of each year.
, , , , , , , , , , , , , , , , , , , ,	Month and Day		Month and Day	
 Description of proposed we specifications of your diversion flumes or drilled well, pump and motor 	or storage works.) (St	ion of ate man	'NRS 535,010 you may mer in which water is to be d	y be required to submit plans and liverted, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipelin	es or truck to mine and	mills	sito.	
12. Estimated cost of works	3,000,000			
13. Estimated time required to	construct works 3 ye	ars		
-	*,*		If well com	pleted, describe well.
14. Estimated time required to	complete the application	on of v	vater to beneficial use	5 years
15. Provide a detailed descripti a detailed description may cause a dela See attached remarks.	ion of the proposed pro ny in processing.)	ject aı	nd its water usage (use	attachments if necessary): (Failure to provide
16, Miscellaneous remarks:				
		1	Ross Erde Lipkau	1 1 7

RdeLlpkau@parsonsbehle.com

E-mail Address

(775) 323-1601

Phone Na,

Ext.

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT type or print rums clearly

Signature, applicant or ago

Parsons Behle & Latimer

Company Name 50 West Liberty Street, Suite 750

Street Address or PO Box

Reno, NV 89501

City, State, ZIP Code

Revised 07/09

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison, August 23, 2010, by Baxter Glenn Tackett
PRO OVERBULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Range 50E	Meridian M.D.M.	
All	3-5	20N	50E	M.D.M.	
All	1-3	21N	50E	M.O.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50 E	M.D.M.	
· All	1-36	21N	51E	M,D,M.	
All	5-8	21N	52E	M.D.M.	
Ali	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REL
All	20-3 \$ 36	22N	51E	M.D.M.	,
All	1 .	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N '	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
. All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
Ali	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
Ali	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6&7	21N	52 E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
Ali	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
Ali	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
Alt	12 & 13	22N	51 1/2 E	M.D.M.
Aft	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.O.M
All	1 ~ 36	22N	52E	M.D.M.
All	6 & 7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53 E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

05/27/1980

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 76003 is issued subject to the terms and conditions imposed in said Permit 76003 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79915

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is approved for the entire 1,280,00 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 864.00 acre-feet, can be diverted annually. Additional diversion up to the total 1,280.00 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 864.00 acre-feet to be exceeded.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 5.0 cubic feet per second or 1280.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

December /3 2013

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

December <u>13</u> 2016

Map in support of proof of beneficial use shall be filed on or before:

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 13th day of December, A.D. 2011

	State Engineer	
Completion of work filed		
Proof of beneficial use filed		
Cultural map filed		
Certificate No.	Issued	

Application No.	79915
. pp	The second secon

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

THIS	SPACE FOR OFFICE USE ONLY
Date of filing in State Engineer's Office	JUN 1 5 2010
Returned to applicant for correction	
Corrected application filed	Map filed JUN 1 5 2010under 7 9 9 1
The applicant Kobeh Valley Ranch LLC	(c/o General Moly, Inc.)
1726 Cole Blvd., Suite 115	of Lakewood
Street Address or PO Box	City or Town
Colorado 80401	hereby make(s) application for permission to change the
State and ZIP Code	and the state of t
Point of diversion .	ce of use Manner of use of a portion
of water heretofore appropriated under (Identify identify right in Decree.)	existing rights by Permit, Certificate, Proof or Claim Nos. If Decreed, give title of Decree and
Application No. 76003	•
1. The source of water is underground	
Jonioc of item 13	Name of stream, lake, underground, spring or other sources.
2. The present of victor to be about 1 50 cm	
2. The amount of water to be changed 5.0 cfs	Second feet, acre-feet. One second foot equals 448.83 gallons per minute.
3. The water to be used for Mining & milling	
Irrigation, power, min	ing, commercial, etc. If for stock, state number and kind of animals. Must limit to one major use
4. The water heretofore used for Mining & mi	
	If for stock, state number and kind of animals.
 The water is to be diverted at the following distance to a found section comer. If on unsurveyed he 	point (Describe as being within a 40-acre subdivision of public survey and by course and and, it should be stated.)
within the SE 1/4 of the SE 1/4 of Section 32.	T.21N., R.50E., M.D.M., or at a point from which the northeast corner of the 53°58' East a distance of 26,640 feet. Well 227 as shown on the map
accompanying this Application.	
6. The existing point of diversion is located wi	ithin (if point of diversion is not changed, do not answer.)
the SW 1/4 of the SW 1/4 of Section 21, T.22h	N., R.51E., M.D.M., or at a point from which the southwest corner of Section
31. T.22N., R.51E., M.D.M., bears South 43°2 Application No. 75979.	8' West a distance of 15,620 feet. Well 204 as shown on the map supporting
Chimenou MO. 13A1A	

16620.001 // 4828-8042-4198

79 ROA SE 468

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)
See attached EXHIBIT "A" and as shown on the map accompanying this Application.

 Existing place of use (Describe by legal subdivisions. If changing place of use and/or manner of use of irrigation permit, describe acreage 	he to be
removed from intigation.)	
See attached EXHIBIT "B" and as shown on the map supporting Application No. 72695.	•
•	

Proposed use will be from	January I	to	December 31	of each year.
- 	Month and Day		Month and Day	-C
Existing use permitted from	January 1	to		of each year.
	Month and Day		Month and Day	
11. Description of proposed wo specifications of your diversion flumes or drilled well, pump and motor,	or storage works.) (Str	ion of ate man	NRS 535.010 you may ner in which water is to be di	be required to submit plans and verted, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipeline	s or truck to mine and	mill s	ite.	
12. Estimated cost of works	3,000,000			
13. Estimated time required to c	construct works 3 ye	ars		
			If well comp	leted, describe well.
14. Estimated time required to o	complete the application	n of v	vater to beneficial use	5 years
15. Provide a detailed description detailed description may cause a delag	on of the proposed proj y in processing.)	ect an	id its water usage (use a	attachments if necessary): (Failure to provide
See attached remarks.				

16. Miscellaneous remarks:

Revised 07/09

Rdef.ipkau@parsonsbehle.com
E-mail Address
(775) 323-1601
Phone No. Ext.

Parsons Behle & Latimer

Company Name

50 West Liberty Street, Suite 750

APPLICATION MUST BE SIGNED BY THE APPLICANT OR AGENT Street Address or PO Box

Reno, NV 89501

City, State, ZIP Code

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2 All	Section 2 3-5	Township 20N 20N	Range 50E 50E	Meridian M.D.M. M.D.M.	
Ail	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	. 21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
\$ 1/2	32 & 33	21N	50E	M.D.M.	
All	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REL
Alt	20-3636	22N	51E	M.D.M.	NE CO
All	1	22N	61 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53 E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53 E	M.D.M.	
All	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian -
All	1-3	21N	50E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
ÁII	6 & 7	21N	52E	M.D.M.
AJI	18 & 19	21N	52E	M.D.M.
Ali	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
All	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-38	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
Alt	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

05/03/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion, place and manner of use of the waters of an underground source as heretofore granted under Permit 72696 is issued subject to the terms and conditions imposed in said Permit 72696 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79916

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 3.0 cubic feet per second or 2,000.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December <u>13</u> 2013

December <u>13</u> 2016

N/A

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 1311 day of December, A.D. 2011

T- +36 P.S.

	Sur	State Engineer	(
Completion of work filed				
Proof of beneficial use filed	·			
Cultural map filed				
Certificate No.		Issued		

	79	Q	1	R	1
Application No.	13	V		w	
• •					

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

	THIS SPACE FOR (OFFICE USE ONLY	
Date of filing in State Engineer's	Office JUN 1 5	2010	
Returned to applicant for correcti	on		
Corrected application filed		Map filed JUN 1.5.	2010 under 799
The applicant Kobeh Valley Rar	ich LLC (c/o Genera	il Moly, Inc.)	
1726 Cole Blvd., Suite 115		of Lakewood	
Street Address or	PO Box	Cit	y or Town
Colorado 80401 State and ZIF C	No. de	hereby make(s) application	for permission to change the
Point of diversion	✓ Place of use	Manner of use	of a portion
of water heretofore appropriated undedentify right in Decree.)	er (Identify existing rights by I	Permit, Certificate, Proof or Claim Nos. 1	f Decreed, give title of Decree and
. The source of water is underground		un, lake, underground, spring or other sou	ices.
. The amount of water to be changed	3.0 cfs or 2,000 afa		
	Second feet	acre-feet. One second fuot equals 448.83	gallons per minute.
The water to be used for Mining of Irrigation,		. If for stock, state number and kind of ar	umals. Must limit to one major use
. The water heretofore used for Min	ing million and daymaa	จำกล	
. The fidulation of the first the fi		ong for stock, state member and kind of animal	ş.
The water is to be diverted at the fo	surveyed land, it should be sta	ted.)	
within the SE 1/4 of the SE 1/4 of Sec Section 24, T.21N., R.50E., M.D.M. I secompanying this Application.	:tion 32, T.21N., R.50E., bears North 53°58' East e	M.D.M., or at a point from which distance of 26,640 feet. Well 22	7 as shown on the map
. The existing point of diversion is le	ocated within (If polm of di	version is not changed, do not answer.)	
within the NW 1/4 of the NW 1/	Section 35, T.21N., R.511	E. M.D.M. or at a point from wh	ich the northeast comer of the map supporting

16620.001 // 4817-1912-7046

(79-6) ROA SE 475

JA6211

79916

7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.) See attached EXHIBIT "A" and as shown on the map accompanying this Application.

omoved from irrigation.) See attached EXHIBIT "B" an	nd as shown on the map	supporting Application No.	72695.
P. Proposed use will be from	January i	to December 31	of each year,
In Printing tar 46	Month and Day n January 1	Month and Day to December 31	of analysinan
10. Existing use permitted from	Month and Day	to December 31 Month and Day	of each year.
lunes or drilled well, pump and moto Drilled well, pump and pipelis		ا الله الله الله الله الله الله الله ال	
Drilled well, pump and pipeling 12. Estimated cost of works	nes or truck to mine and	d mill site.	
Drilled well, pump and pipeling the property of the property of works	nes or truck to mine and		
Orilled well, pump and pipelin	nes or truck to mine and	ears	pleted, describe well.
Drilled well, pump and pipelin	\$3,000,000 construct works 3 years	ears If well com	pleted, describe well. 5 years
Drilled well, pump and pipeling 12. Estimated cost of works 13. Estimated time required to 14. Estimated time required to	\$3,000,000 construct works 3 years complete the application of the proposed pro	ears If well com on of water to beneficial use	• •

16. Miscellaneous remarks:

RdeLipkau@parsonsbehle.com E-mail Address (775) 323-1601 Parsons Behle & Latimer Phone No. Ext Company Name 50 West Liberty Street, Suite 750 APPLICATION MUST BE SIGNED Street Address or PO Box BY THE APPLICANT OR AGENT

Reno, NV 89501

City, State, ZIP Code

Revised 07/09

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin. August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127 W/D 9/30/10

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2 All	Section 2 3-5	Township 20N 20N	Range 50E 50E	Meridian M.D.M. M.D.M.	
Ail	1-3	21N	50E	M.D.M.	
All		21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
\$ 1/2	32 & 33	21N	50E	M.D.M.	
IIA	1-36	: 21N	51E	M.D.M.	•
All	5-8	21N	52E	M.D.M.	
All	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
All	1-3	22N	51E	M.D.M.	
Ali	10-15	22N	51E	M.D.M.	REL
All	20-30 36	22N	51E	M,D,M.	W. m.
Ail	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M,D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
AR	34-36	23N	51E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50E	M.D.M.
Ali	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
Ali	6&7	21N	52E	M.D.M.
All	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
Ali	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
Ail	20-29	22N	51E	M.D.M.
All	31-38	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
All	12 & 13	22N	51 1/2 E	M.D.M.
Alt	24 & 25	22N	51 1/2 E	M.D.M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
All	6&7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
All	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction.



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

09/08/1972

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion and place of use of the waters of an underground source as heretofore granted under Permit 75997 is issued subject to the terms and conditions imposed in said Permit 75997 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79917

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is approved for the entire 1142.40 acre-feet annually as requested. However, pursuant to NRS 533.3703, initially only the net consumptive use amount of the base right, 771.12 acre-feet, can be diverted annually. Additional diversion up to the total 1142.40 acre-feet may be granted if it can be shown that the additional diversion will not cause the consumptive use of 771.12 acre-feet to be exceeded.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 4.7 cubic feet per second or 1142.4 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December <u>/3 2013</u>

December <u>/3 2016</u>

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this /3+2 day of December, A.D. 2011

	State Engineer P. 5.
Completion of work filed	
Proof of beneficial use filed	
Cultural map filed	
Certificate No.	Issued

Application No.	79	9	1	7	1
					-

APPLICATION FOR PERMISSION TO CHANGE POINT OF DIVERSION, MANNER OF USE AND PLACE OF USE OF THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

T	HIS SPACE FOR OFFICE	E USE ONLY	
Date of filling in State Engineer's Office	JUN 1 5 2010)	
Returned to applicant for correction			
Corrected application filed		Map filed JUN 1-5-20	10 under 7'9 9 1
The applicant Kobeh Valley Ranch L	LC (c/o General Mo	lv. Inc.)	
1726 Cole Blvd., Suite 115	DO (GO GONOLAI TITO	of Lakewood	
Street Address or PO Bo		· ·	r Town
Colorado 80401	1	hereby make(s) application fo	r permission to change the
State and ZIP Code			
✓ Point of diversion	Place of use	Manner of use	of a portion
of water heretofore appropriated under (Idea identify right in Decree.)	ntify existing rights by Permit,	Certificate, Proof or Claim Nos. If i	Occreed, give title of Decree and
Application No. 75997			
			•
1. The source of water is underground		e, underground, spring or other source	
	Name of Stream, take	s, more ground, spring in other some	~.
2. The amount of water to be changed 4.	7 cfs or 1142.4 afa		
	Second feet, acre-fe	eet. One second foot equals 448.83 g	allons per minute.
a me	115		
3. The water to be used for Mining & mi	minut commercial etc. If for	r stock, state number and kind of anir	nals. Must limit to one major use
,	t telestrich animitarian area an an		
4. The water heretofore used for Mining &	k milling		
	If for stoo	ik, state number and kind of animals.	
5. The water is to be diverted at the follow distance to a found section corner. If on unsurve	ing point (Describe as being yed land, it should be stated.)	within a 40-acre subdivision of public	survey and by course and
within the NW 1/4 of the NW 1/4 of Section Section 1, T.21N., R.50E., M.D.M. bears 1 accompanying this Application.	on 12, T.21N., R.50E., M. North 36°57' East a distan	D.M., or at a point from whice ce of 8.170 feet. Well Pon 1	h the northeast comer of as shown on the map
6. The existing point of diversion is locate	d within (If point of diversion	is not changed, do not answer.)	
the SE 1/4 of the NW 1/4 of Section 21, T. 31, T.22N., R.51E., M.D.M., bears South Application No. 75979.	.22N., R.51E., M.D.M., o	r at a point from which the so	uthwest corner of Section wa on the map supporting

16620.001 // 4849-9415-6806

(39-62) ROA SE 48? 7. Proposed place of use (Describe by legal subdivisions. If for irrigation, state number of acres to be irrigated.)

See attached EXHIBIT "A" and as shown on the map accompanying this Application.

removed from irrigation.)				of use of irrigation permit, describe acreage to be
See attached EXHIBIT "B" and	i as shown on the map	support	ing Application No.	, (50 33'
9. Proposed use will be from	January 1 Month and Day	_to _	December 31 Month and Day	_ of each year.
10. Existing use permitted from	January Month and Day	to	December 31 Month and Day	of each year.
11. Description of proposed we specifications of your diversion flumes or drilled well, pump and motor	or storage works.) (St	ion of l ate mann	NRS 535.010 you may or in which water is to be d	y be required to submit plans and liverted, i.e., diversion structure, ditches, pipes and
Drilled well, pump and pipelin	es or truck to mine and	mill si	te.	
12. Estimated cost of works	3,000,000			
13. Estimated time required to	construct works 3 ye	ars		
·			If well com	picted, describe well.
14. Estimated time required to	complete the application	n of w	ater to beneficial use	5 years
15. Provide a detailed descript a detailed description may cause a dela See attached remarks.	ion of the proposed pro ay in processing.)	ject an	d its water usage (use	attachments if necessary): (Failure to provide
16. Miscellaneous remarks:				
		Đ	oss Erade Lipkau	A
RdeLipkau@parsonsbehle.c		<u></u>	Will &	ocofit poure de fraille
(775) 323-1601		_		rure, applicant or agent
Phone No.	Ext	<u>P</u>	arsons Behle & Latin	
•		•	0 West Liberty Street	Company Name Suite 750
APPLICATION MUST BE		2		et Address or PO Box
BY THE APPLICANT OR	AGENT	מו	teno, NV 89501	the committee has a second
		2		ity, State, ZIP Code

Protested: August 12, 2010, by Eureka County, August 20, 2010, by Tim Halpin, August 20, 2010, by D. Lloyd Morrison PRO OVERRULED 7-15-11 RULING 6127 ω /D 9/30/10

Revised 07/09

\$200 FILING FEE AND SUPPORTING MAP MUST ACCOMPANY APPLICATION

EXHIBIT "A", PROPOSED PLACE OF USE, KOBEH VALLEY RANCH LLC

Division W 1/2	Section 2	Township 20N	Range 50E	Meridian M.D.M.	
All	3-5	20N	50E	M.D.M.	
Ali	1-3	21N	50E	M.D.M.	
All	10-15	21N	50E	M.D.M.	
All	22-27	21N	50E	M.D.M.	
All	34-36	21N	50E	M.D.M.	
S 1/2	32 & 33	21N	50E	M.D.M.	
Ail	1-36	21N	51E	M.D.M.	
All	5-8	21N	52E	M.D.M.	
Alf	18 & 19	21N	52E	M.D.M.	
All	30 & 31	21N	52E	M.D.M.	
All	36	21 1/2N	51 1/2 E	M.D.M.	
All	31 - 36	21 1/2N	52E	M.D.M.	
All	34-36	22N	50E	M.D.M.	
ΙΙΑ	1-3	22N	51E	M.D.M.	
All	10-15	22N	51E	M.D.M.	REC
All	20-3036	22N	51E	M.D.M.	No.
All	1	22N	51 1/2 E	M.D.M.	
All	12 & 13	22N	51 1/2 E	M.D.M.	
All	24 & 25	22N	51 1/2 E	M.D.M.	
All	36	22N	51 1/2 E	M.D.M.	
All	1 - 36	22N	52E	M.D.M.	
All	6&7	22N	53 E	M.D.M.	
All	18 & 19	22N	53E	M.D.M.	
All	30 & 31	22N	53E	M.D.M.	
All	34-36	23N	51 E	M.D.M.	
All	31	21 1/2 N	53E	M.D.M.	

EXHIBIT "B", EXISTING PLACE OF USE, KOBEH VALLEY RANCH LLC

Division	Section	Township	Range	Meridian
All	1-3	21N	50 E	M.D.M.
All	10-15	21N	50E	M.D.M.
All	22-27	21N	50E	M.D.M.
All	34-36	21N	50E	M.D.M.
All	1-36	21N	51E	M.D.M.
All	6&7	21N	52E	M.D.M.
Ali	18 & 19	21N	52E	M.D.M.
All	30 & 31	21N	52E	M.D.M.
All	36	21 1/2N	51 1/2 E	M.D.M.
All	31 - 36	21 1/2N	52E	M.D.M.
AR	34-36	22N	50E	M.D.M.
All	1-3	22N	51E	M.D.M.
All	10-15	22N	51E	M.D.M.
All	20-29	22N	51E	M.D.M.
All	31-36	22N	51E	M.D.M.
All	1	22N	51 1/2 E	M.D.M.
Ali	12 & 13	22N	51 1/2 E	M.D.M.
All	24 & 25	22N	51 1/2 E	M,D,M.
All	36	22N	51 1/2 E	M.D.M.
All	1 - 36	22N	52E	M.D.M.
Alf	6 & 7	22N	53E	M.D.M.
All	18 & 19	22N	53E	M.D.M.
All	30 & 31	22N	53E	M.D.M.
IIA,	34-36	23N	51E	M.D.M.
All	31	21 1/2 N	53E	M.D.M.

Remarks

This application is being filed, together with a series of additional applications, to set forth the new or amended points of diversion, as more fully set forth in the Hydrogeology and Numerical Flow Modeling Report dated April, 2010, prepared by Eureka Moly, and submitted to the Bureau of Land Management.

Groundwater will be developed from the Kobeh Valley Groundwater Basin, through a series of production wells. Water will be conveyed to a storage reservoir via a booster pumping station. Water from the storage reservoir will be conveyed to the reduction plant or mill, located within the Diamond Valley drainage basin. After the water is placed to a beneficial use within the reduction plant, a portion of the water will be diverted to a recycling pond, with such water returned to the storage reservoir. The vast majority of water will be carried via the tailings leaving the reduction plant, and will be placed in a tailings pond, located within Kobeh Valley. Thus, the majority of water consumption will take place in Kobeh Valley, and not Diamond Valley.

The total volume of water to be consumed, being the total combined duty of all applications filed herewith shall not exceed 11,300 acre-feet annually. The contemplated mine life, as currently best determined, is 44 years, commencing upon start up or commencement of the mine and works of reduction,



THE STATE OF NEVADA

PERMIT TO CHANGE THE PUBLIC WATERS OF THE STATE OF NEVADA HERETOFORE APPROPRIATED

Name of Permittee:

KOBEH VALLEY RANCH, LLC

Source:

UNDERGROUND

Basin:

KOBEH VALLEY

Manner of Use:

MINING AND MILLING

Period of Use:

JANUARY 1ST TO DECEMBER 31ST

Priority Date:

05/03/2005

APPROVAL OF STATE ENGINEER

This is to certify that I have examined the foregoing application, and do hereby grant the same, subject to the following limitations and conditions:

This permit to change the point of diversion, place and manner of use of the waters of an underground source as heretofore granted under Permit 72697 is issued subject to the terms and conditions imposed in said Permit 72697 and with the understanding that no other rights on the source will be affected by the change proposed herein. This well shall be equipped with a two (2) inch opening for measuring depth to water and a totalizing meter must be installed and maintained in the discharge pipeline near the point of diversion and accurate measurements must be kept of water placed to beneficial use. The totalizing meter must be installed before any use of the water begins or before the proof of completion of work is filed. If the well is flowing, a valve must be installed and maintained to prevent waste. This source is located within an area designated by the State Engineer pursuant to NRS 534.030. The State retains the right to regulate the use of the water herein granted at any and all times.

Monthly records shall be kept of the amount of water pumped from this well and the records submitted to the State Engineer on a quarterly basis within 15 days after the end of each calendar quarter.

This permit does not extend the permittee the right of ingress and egress on public, private or corporate lands.

The total combined consumptive duty of water under Permits 79913, 79915, 79917, 79920, 79921, 79923, 79926, 79927, 79932, 79934, 79935, 79941 and 79942 shall not exceed 5,007.64 acre-feet annually.

The total combined duty of water under Permits 73548, 73549, 73550, 79911, 79912, 79914, 79916, 79918, 79919, 79922, 79924, 79925, 79928, 79929, 79930, 79931, 79933, 79936, 79937, 79938, 79939 and 79940 shall not exceed 6,292.36 acre-feet annually.

The total combined duty of the above listed permits shall not exceed 11,300 acre-feet annually.

This permit is issued under the preferred use provisions of NRS Chapter 534. The manner of use of water under this permit is by nature of its activity a temporary use and any application to change the manner of use granted under this permit will be subject to additional determination and evaluation with respect to the permanent effects on existing rights and the resource within the ground water basin. (Continued on Page 2)

Permit No. 79918

The issuance of this permit does not waive the requirements that the permit holder obtain other permits from State, Federal and local agencies.

This permit is subject to the approval of a monitoring, management and mitigation plan by the State Engineer before any water is developed for mining.

The point of diversion and place of use are as described on the submitted application to support this permit.

The amount of water to be appropriated shall be limited to the amount which can be applied to beneficial use, and not to exceed 3.0 cubic feet per second or 2,000.0 acre-feet annually.

Work must be prosecuted with reasonable diligence and proof of completion of work shall be filed on or before:

Water must be placed to beneficial use and proof of the application of water to beneficial use shall be filed on or before:

Map in support of proof of beneficial use shall be filed on or before:

December 13 2013

December <u>/3</u> 2016

IN TESTIMONY WHEREOF, I, JASON KING, P.E.,

State Engineer of Nevada, have hereunto set my hand and the seal of my office, this 13H day of December, A.D. 2011

Completion of work filed

Proof of beneficial use filed

Cultural map filed

Certificate No.

Issued

Amended

Application No. 79918 1

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1726 Cole Blvd., Suite 115		of Lakewood	
Colorado 80401 State and	ess or PO Box	•	ry or Town for permission to change the
Point of diversion	✓ Place of use	✓ Manner of use	of a portion
of water heretofore appropriated identify right in Decree.)	under (Identify existing rights by	Permit, Certificate, Proof or Claim Nos.	If Decreed, give title of Decree and
Application No. 72697			
	ومنظم والمراوان		
1. The source of water is unde	rground		
		am, lake, underground, spring or other sou	rces.
2. The amount of water to be cha	nged 3.0 cfs or 2.000 afa		
		scre-feet. One second foot equals 448.83	gallons per minute.
3. The water to be used for Min	ine & milling		
		c. If for stock, state number and kind of ar	rimels. Must limit to one major use
4. The water heretofore used for	Mining milling and demote	rino	
The water new chorlete used (d)		for stock, state number and kind of animal	s.
 The water is to be diverted at t distance to a found section corner. If 	he following point (Describe as	being within a 40-acre subdivision of pub	lic survey and by course and
within the NW 1/4 of the NW 1/4	of Section 12, T.21N., R.50	E., M.D.M., or at a point from whi	ich the northeast comer of
Section 1. T.21N., R.50E., M.D.N accompanying this Application.	1. bears North 36°57 East a	distance of 8,170 feet. Well Poo	l as shown on the map
6. The existing point of diversion	is located within (If point of di	version is not changed, do not answer.)	
within the SW 1/4 of the SW 1/4 said Section 35, T.21N., R.51E., Application No. 72697.	of Section 35, T.21N., R.51E	M.D.M., or at a point from which	ch the southeast corner of the map supporting
16620.001_// 4850-7417-7030	V .		