



STATE OF OREGON

County of LAKE

PERMIT TO APPROPRIATE THE PUBLIC WATERS

This is to certify that I have examined APPLICATION G-11559 and do hereby grant the same SUBJECT TO EXISTING RIGHTS and the following limitations and conditions:

This permit is issued to Wavecrest Resources Inc., HC-60, Quartz Mountain, Lakeview, Oregon, 97630, phone 947-3692, for use of the waters from one well,

for the PURPOSE of Industrial use to provide water for core reverse circulation drilling on a mineral exploration prospect,

that the PRIORITY OF THE RIGHT dates from July 17, 1986,

and is limited to the amount of water which can be applied to beneficial use and shall not exceed 100.0 gallons per minute,

measured at the point of diversion from the well, or its equivalent in case of rotation with other water users.

The well is to be LOCATED: 1240 feet South and 540 feet East from the Northwest corner of Section 5, being within the NW 1/4 NW 1/4 Section 35, Township 37 South, Range 16 East, WM, in the County of Lake.

A description of the PLACE OF USE under the permit, and to which such right is appurtenant, is as follows:

Township 37 South, Range 16 East, WM	Section 26	S1/2	SW1/4	INDUSTRIAL
	Section 27	SE1/4	SW1/4	
		S1/2	SE1/4	
	Section 34	NE1/4		
		E1/2	NW1/4	
		N1/2	SE1/4	
		SE1/4	SE1/4	
	Section 35	NW1/4		
		W1/2	SW1/4	

The well shall be constructed in accordance with the General Standards for the Construction and Maintenance of Water Wells in Oregon. The works constructed shall include an air line and pressure gauge or an access port for measuring line, adequate to determine water level elevation in the well at all times. The permittee shall install and maintain a weir, meter, or other suitable measuring device, and shall keep a complete record of the amount of ground water withdrawn.

Actual construction work shall begin on or before December 22, 1987, and shall thereafter be prosecuted with reasonable diligence and be completed on or before October 1, 1988.

Complete application of the water to the proposed use shall be made on or before October 1, 1989.

Witness my hand this 22nd day of December, 1986.

/s/ WILLIAM H. YOUNG

WATER RESOURCES DIRECTOR

This permit is for the beneficial use of water. By law, the land use associated with this water use must be in compliance with statewide land-use goals and any local acknowledged land-use plan. It is possible that the land use you propose may not be allowed if it is not in keeping with the goals and the acknowledged plan. Your city or county planning agency can advise you about the land-use plan in your area.

APPLICATION G-11559 "CERTIFICATE NO. 67064" PERMIT

G10657