

STATE OF OREGON

COUNTY OF DOUGLAS

PERMIT TO STORE THE PUBLIC WATERS

THIS PERMIT IS HEREBY ISSUED TO

GLENBROOK NICKEL COMPANY
P.O. BOX 85
RIDDLE, OREGON 97469

(541) 874-3111

The specific limits for the use are listed below along with conditions of use.

APPLICATION FILE NUMBER: R-70624

SOURCE OF WATER: AN UNNAMED STREAM, TRIBUTARY OF COW CREEK

STORAGE FACILITY: GREEN DIAMOND RESERVOIR

PURPOSE OR USE OF THE STORED WATER: TO BE APPROPRIATED UNDER APPLICATION S-70625, PERMIT 52324, FOR INDUSTRIAL USE (WET SCREENING OF NICKEL SLAG AND DUST CONTROL EQUIPMENT)

MAXIMUM VOLUME ALLOWED: 2.0 ACRE-FEET EACH YEAR

PERIOD OF USE: WATER MAY BE APPROPRIATED FOR STORAGE FROM NOVEMBER 1 THROUGH JULY 15

DATE OF PRIORITY: SEPTEMBER 5, 1990

The area submerged by the reservoir, when full, will be 1.0 acre and the maximum depth of water will be 5.0 feet. The maximum height of the dam shall not exceed 8.0 feet.

DAM LOCATION: SW 1/4 SW 1/4, SECTION 13, T30S, R6W, W.M.; 440 FEET SOUTH AND 1650 FEET EAST FROM THE NW CORNER OF DLC 47

THE AREA TO BE SUBMERGED BY THE RESERVOIR IS LOCATED AS FOLLOWS:

SW 1/4 SW 1/4
SECTION 13
TOWNSHIP 30 SOUTH, RANGE 6 WEST, W.M.

Measurement recording and reporting conditions:

- A. The Director may require the permittee to install a meter or other suitable measuring device as approved by the Director. If the Director notifies the permittee to install a meter or other measuring device, the permittee shall install such device within the period stated in the notice. Such installation period shall not be less than 90 days unless

Application R-70624 Water Resources Department

PERMIT R-11767

special circumstances warrant a shorter installation period. Once installed, the permittee shall maintain the meter or measuring device in good working order and shall allow the watermaster access to the meter or measuring device. The Director may provide an opportunity for the permittee to submit alternative measuring procedures for review and approval.

- B. The Director may require the permittee to keep and maintain a record of the amount (volume) of water used and may require the permittee to report water use on a periodic schedule as established by the Director. In addition, the Director may require the permittee to report general water use information, the periods of water use and the place and nature of use of water under the permit. The Director may provide an opportunity for the permittee to submit alternative reporting procedures for review and approval.

Use under this permit is limited to the reservoir area. This permit does not provide for the appropriation of water for maintaining the water level or maintaining a suitable fresh water condition.

STANDARD CONDITIONS

The storage of water allowed herein is subject to the installation and maintenance of an fully functional conduit/gate assembly having a minimum diameter of 8 inches.

Failure to comply with any of the provisions of this permit may result in action including, but not limited to, restrictions on the use, civil penalties, or cancellation of the permit.

This permit is for the beneficial use of water without waste. The water user is advised that new regulations may require the use of best practical technologies or conservation practices to achieve this end.

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.

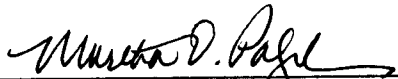
The use of water allowed herein may be made only at times when sufficient water is available to satisfy all prior rights, including prior rights for maintaining instream flows.

The Director finds that the proposed use(s) of water described by this permit, as conditioned, will not impair or be detrimental to the public interest.

SEE NEXT PAGE

Actual construction work shall begin within one year from permit issuance and shall be completed on or before October 1, 1998. The reservoir shall be filled and complete application of water shall be made on or before October 1, 1999.

Issued May 28, 1996



Martha O. Pagel, Director
Water Resources Department