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Division of Minerals

STATE OF NEVADA COMMISSION ON MINERAL RESOURCES

DIVISION OF MINERALS

400 W. King Street, Suite 106 Carson City, Nevada 89703 (775) 684-7040 | Fax (775) 684-7052

l	Date Received	
	API Number <u>27-015-90 12</u>	8
	County Hander	
	Permit Number 1345	
	FOR DIVISION USE ONLY	

GEOTHERMAL RESOURCE DEVELOPMENT PERMIT APPLICATION

Name or Corpora	ate/Business Name	85.0				
Street Address	6225 Neil Road					
City	Reno	State NV Zip Code	89511			
hereby makes application for a geothermal development permit, State of Nevada, Division of Minerals.						
(If applicant is a corporation, show state and date of incorporation; if a partnership, list names of partners.)						
This application	n is for a Domestic well	Commercial well				
Other	, specify:	☐ Thermal Gradient well	☐ Re-entry			
Note: Re-entry includes workover, deepening, or plugging back operations.						
Applicant is:	□ Land Owner☒ Lease HolderWell Name:27A-10Lease Name/No:NVN-83966Land Type:☒ Federal (BLM, USF	Split Est	ate? ☐ Yes ⊠ No ☐ State			
Location of Well: Domestic: Street:						
C	ity:	Oddity.	<u> </u>			
Commercial an	d Industrial:					
SW	√	¼ in Section 10				
Tov	wnship 20N	_, Range <u>45E</u>				
UT	M Northing 4384108 N; UTM Ea	asting 507760 E (NAI	D83 Datum)			
Co	unty Lander					
0.75	(If applicable, give street address below.) Street:					
	ate:	Zip:				

Operator's Name: ORNI 39 LLC					
Address: 6225 Neil Road					
City, St Zip: Reno, NV 89511					
Drilling Contractor's Name: Geo-Drill					
Address: 4782 HWY 111					
City, St Zip: Brawley, CA 92227					
Rotary Rig Description: Rotary					
Hole Size: 20" Casing Size: 16" Weight/Gauge: 84 lb/ft. K-55					
Estimated Well Head Temperature: 300					
Size of BOP: ☐ 2000 psi ☐ 3000 psi ☐ 5000 psi					
Planned Use of Geothermal Resource: Energy Production - Phase II McGinness					
Energy Froduction - Friase in McGinness					
Planned Disposal of Spent Geothermal Fluid: Injection					
Type and Amount of Bond: BLM Nationwide Bond. NDOM \$75,000					
(Exempt for Domestic Class)					
Bond Issued by: B of A CD Serial No.					
The Source of the Proposed Geothermal Resource is:					
McGinness Hills					
(List name of hot spring, geologic formation(s) or other source.)					
Total Depth to be Drilled: 4000'					
Drilling will Commence On or Before: 12/01/13					
Signature of Applicant/Agent:					
Date:11/18/13					

Please attach a detailed drilling program including the following information:

- 1. Well design schematic; casing and mud programs; potential water supply; drilling rig to be used and pad layout; blow out prevention equipment diagram and testing program; directional drilling information if applicable; map of location and access roads. Additional information may be required upon review.
- 2. The required fee per NAC 534A 210 or 534A.212.

CONDITIONS OF PERMIT

- 1. All permittees must comply with appropriate sections of the Geothermal Rules and Regulations of the Division of Minerals and with applicable rules and regulations of other local, state, and federal agencies.
- 2. During the drilling of domestic geothermal wells, all water strata above the geothermal horizon being used must be sealed or separated in order to prevent their contents from passing into other strata.
- 3. All fresh water and water of value or possible value for other beneficial uses must be confined to their respective strata and be adequately protected by methods approved by the Division. Precautions must be taken in drilling and abandoning wells to guard against any loss of fresh water from the strata in which it occurs, and the contamination of any fresh water by objectionable water.
- 4. The operator of any well must shut off and exclude all water from any geothermal resource-bearing stratum to the satisfaction of the Division.
- 5. See attached Conditions of Approval.

6.	Please send daily drilling reports to :	Lowell Price	lprice@govmail.state.nv.us
		and	
		Linda	lwells@govmail.state.nv.us

7. Additional Conditions/Comments

A.	Under Project area	Pernet 901.
B.		
C.		

PERMIT APPROVAL

/4/2013 with the conditions noted above.

Permit Number __/345

Division of Minerals