



**DEPARTMENT of ENVIRONMENT
and NATURAL RESOURCES**

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**RECOMMENDATION FOR TEMPORARY PERMIT TO USE PUBLIC WATERS
MINERAL MOUNTAIN RESOURCES (SD) INC**

The following is the recommendation of the Chief Engineer, Water Rights Program, Department of Environment and Natural Resources concerning the request for temporary permit to use public waters filed by Mineral Mountain Resources (SD) Inc., Suite 401-1195 West Broadway, Vancouver BC Canada V6H 3X5.

The Chief Engineer is recommending APPROVAL of the request for temporary permit to use public waters since the proposed use will not interfere with or adversely affect prior appropriations or vested rights. The temporary permit should contain the following qualifications to protect the public interest:

- Mineral Mountain Resources (SD) Inc. shall notify the Chief Engineer prior to the commencement of pumping from Rapid Creek and the approximate length of time the diversion will be taking place. The amount of water diverted from Rapid Creek shall be metered, the amount recorded and the amount reported monthly to the Chief Engineer.
- The maximum amount of water that maybe diverted under this temporary permit is 880,000 gallons at a peak pump rate of 200 gallons per minute and daily rate of 10,000 gallons from Rapid Creek.
- Low flows as needed for downstream domestic use, including livestock water and prior rights must be by-passed. Diversions under this temporary permit are subject to senior water rights and any written orders issued by the Chief Engineer.
- Issuance of the temporary permit is solely for the purpose of exploration drilling for testing to assess mineral potential and does not extend to production mining.
- Issuance of the temporary permit does not grant access for the pump site location. Authorization for access is the responsibility of Mineral Mountain Resources (SD) Inc.
- Activity at the pump site along Rapid Creek shall not impede use of the Mickelson Trail.
- The temporary permit may be rescinded by the chief engineer for one or more of the reasons as provided by Administrative Rules of South Dakota 74:02:01:34.01.

continued

Mineral Mountain Resources (SD) Inc. will need to file an application and obtain a standard water permit if water use is anticipated to continue beyond December 31, 2018, because the use of water for a multi-year project is beyond the intent of temporary permitting to use public water.

See report on application for additional information.

A handwritten signature in black ink, appearing to read "Jeanne Goodman". The signature is fluid and cursive, with the first name "Jeanne" written in a larger, more prominent script than the last name "Goodman".

Jeanne Goodman, Chief Engineer
September 21, 2018