

ACTION OF THE DIRECTOR, DEPARTMENT OF WATER RESOURCES

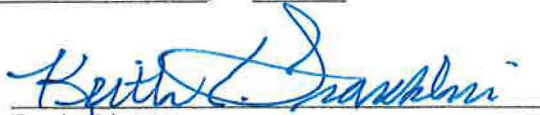
This is to certify that the department has examined this application for temporary approval to use water under the provisions of Section 42-202a, Idaho Code, and has determined that:

- ___ a) The application for temporary approval should be denied.
- b) The application for temporary approval should be approved, since
1. The temporary approval can be properly administered.
 2. Other water sources are not readily available.
 3. The approval is in the public interest.
 4. The approval will not injure known public values associated with the water source or any known water rights.

This application is therefore hereby:

- ___ a) DENIED
- b) APPROVED, subject to the following conditions:
1. Diversion and use of water under this approval is subject to all valid existing water rights.
 2. The applicant assumes all risk the use of the water under this approval may injure other water rights.
 3. This approval authorizes a maximum diversion of 2.99 AF and a maximum rate of diversion of 0.035 cfs.
 4. This approval does not grant a right-of-way across the land of another, does not create a continuing right to use the water and may not be used in connection with a use which requires a continuing water supply.
 5. The department may cancel this approval at any time if the department identifies injury to other water rights.
 6. This approval expires on 12/31/11.
 7. This approval does not create a continuing right to use water.
 8. The holder of this temporary permit shall not divert at a rate or in a manner that will significantly reduce the flow in the water source or otherwise adversely affect fish, wildlife or other public vaules.
 9. Other: Water intakes should be screened to prevent entrainment or impingement of fish or other aquatic life. The maximum screen mesh size should be 0.25 inches; approach velocities should not exceed 0.5 ft/second.
 10. Contact the DEPARTMENT OF WATER RESOURCES prior to diversion of water from streams.

DATED this 4 day of October, 2011.


For the Director

RECEIVED

Basin 941

Form 202a 10/07

SEP 16 2011

Indent. No. TP-94-108

STATE OF IDAHO
DEPARTMENT OF WATER RESOURCES
IDWR / NORTH

APPLICATION FOR TEMPORARY APPROVAL OF WATER APPROPRIATION
(5 AF or less)

Name of Applicant Hecla Silver Valley, Inc. Phone 208-769-4103

Address 6500 N. Mineral Drive, Suite 200; Coeur d'Alene, ID 83815-9408 Email spetroni@hecla-mining.com

1. Source of water Stream/Spring Tributary to South Fork Cd'A River

2. Location of point of diversion NE $\frac{1}{4}$ NW $\frac{1}{4}$ Sec. 03 Township 48N, Range 5E B.M.,
County Shoshone

3. Location of place of use SE $\frac{1}{4}$ SW $\frac{1}{4}$ Sec. 04 Township 48N, Range 5E B.M.,
County Shoshone

4. Proposed use of water Exploration Diamond Drilling.

5. Amount of water:

Maximum rate of diversion 0.035 cfs or 16 gpm.

Maximum daily volume 0.035 AF; Total volume 2.33 AF.

6. Duration of diversion: From 09-01-2011 to 12-31-2011
Day-month Day-month

7. Proposed diverting works Pump to water truck tank.

8. Who owns the property at the requested point of diversion? Grouse Peak, LLC

9. Describe the arrangement allowing access to the water Access via private road.

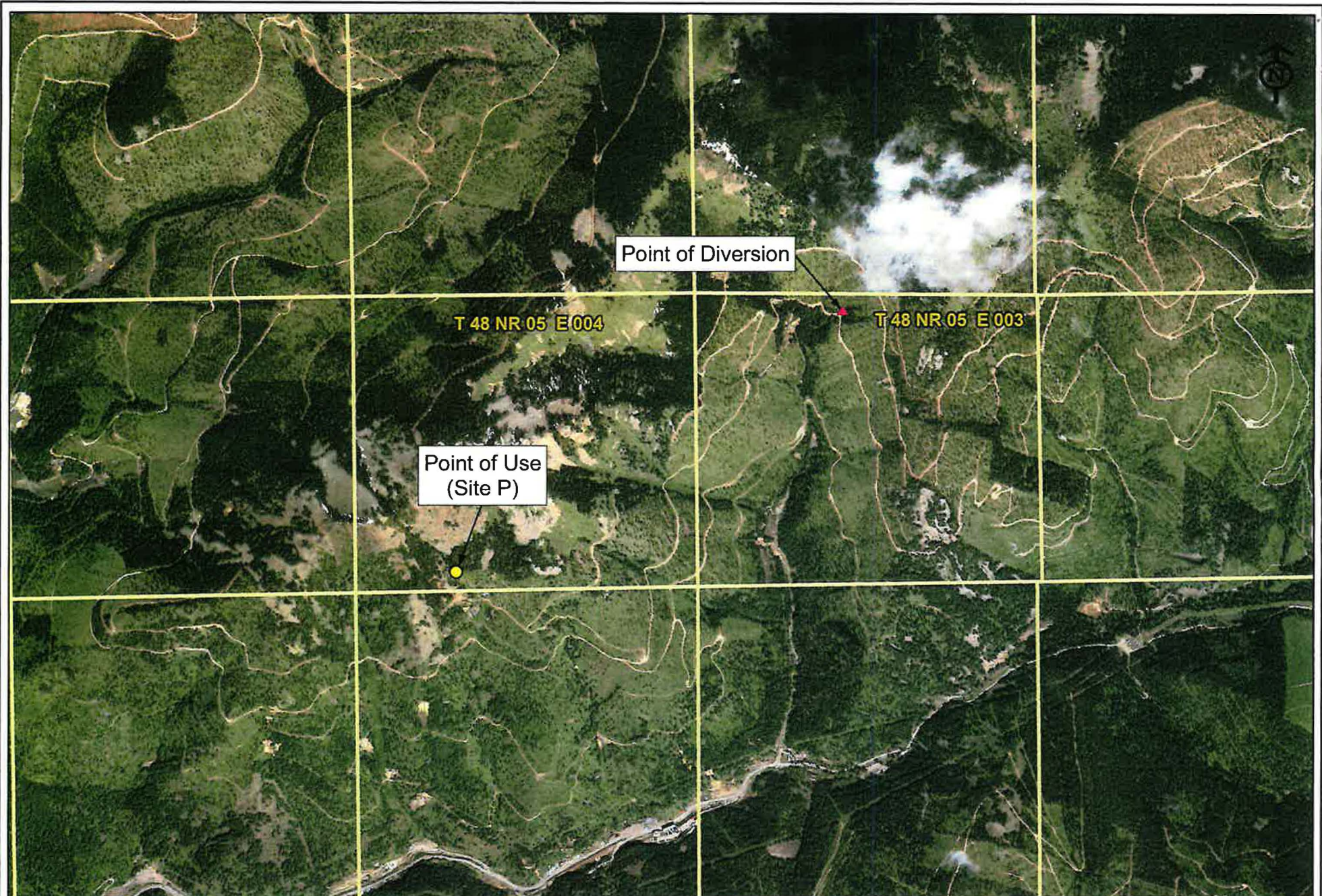
10. Remarks

I hereby acknowledge that I assume all risk if the diversion and use of the water under this approval injures other water rights. I certify this is a temporary use and that I am not seeking a continuing right to use water.

09-12-2011
Date

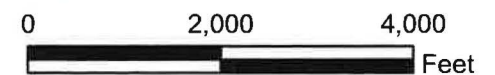
Hecla Silver Valley, Inc.
Applicant

Received by N. Steading Date # 1028112 Time 9-11e-11
\$50.00 fee receipted by N. Steading Date 9-11e-11
Watermaster Comments received? 8 Date



6500 N. Mineral Drive, Suite 200
Coeur d'Alene, ID 83815-9408

Site P
Water Permit Map
T48N R05E Sections 03 & 04
Shoshone County, ID



B. Rollins 08-30-2011
Drill Site_P.mxd



State of Idaho

DEPARTMENT OF WATER RESOURCES

Northern Region, 7600 N. Mineral Drive, Suite 100 • Coeur d'Alene, Idaho 83815

Phone: (208) 762-2800 • Fax: (208) 762-2819 • Web Site: www.idwr.idaho.gov

C. L. "BUTCH" OTTER
Governor

GARY SPACKMAN
Interim Director

10/04/2011

HECLA SILVER VALLEY INC
6500 N MINERAL DR SUITE 200
COEUR D ALENE ID 83815

RE: Temporary Permit No. TP-94-107 AND TP-94-108

Dear Applicant(s):

Your applications for Temporary approval of Water Appropriation has been granted and assigned numbers TP-94-107 AND TP-94-108.

Please be advised that THE PERMITS ARE SUBJECT TO THE EFFECTIVE DATES AND CONDITIONS STATED ON PAGE TWO OF THE APPLICATIONS.

If you have any questions or if this office can be of further assistance, please contact us.

Sincerely,

Keith E. Franklin
Interim Program Manager

Enclosure Copy of TP-94-107 AND TP-94-108



State of Idaho

DEPARTMENT OF WATER RESOURCES

Northern Region, 7600 Mineral Drive, Suite 100, Coeur d'Alene, Idaho 83815

Phone: (208) 762-2800 FAX: (208) 762-2819 www.idwr.idaho.gov

C. L. "BUTCH" OTTER
Governor

GARY SPACKMAN,
Interim Director

FAX TRANSMITTAL COVER SHEET

DATE: 9/30/11

TO: Mary Terra Berns

FROM: _____

FAX #: 208-769-1418

NOTE: BLANK FORMS ARE AVAILABLE ON THE INTERNET AT:
<http://www.idwr.idaho.gov/RulesStatutesForms/>

DOCUMENT DESCRIPTION:

2 - Temp. Water Appropriations - Hecla Silver Valley, Inc.

TOTAL PAGES SENT: 7 PLUS (+) COVER SHEET

CONTACT: _____

Keith Franklin
(NAME OF SENDER)

CHARGES: One (1) free copy per request, cover sheet not included. Two (2) or more copies per request are \$0.25 per page with a \$0.50 minimum

PLEASE CONSIDER THIS DOCUMENT AS A BILLING STATEMENT.

THE CHARGE FOR YOUR FAX COPIES IS \$ _____

PLEASE REMIT BY RETURN MAIL TO THE ABOVE ADDRESS.

PHONE NO: (208) 762-2800



FAX NO: (208) 762-2819



State of Idaho

DEPARTMENT OF WATER RESOURCES

Northern Region, 7600 N. Mineral Drive, Suite 100 • Coeur d'Alene, Idaho 83815

Phone: (208) 762-2800 • Fax: (208) 762-2819 • Web Site: www.idwr.idaho.gov

C. L. "BUTCH" OTTER
Governor

GARY SPACKMAN
Interim Director

September 20, 2011

MARY TERRA BERNES
IDAHO DEPARTMENT OF FISH & GAME
2885 KATHLEEN AVE.
COEUR D' ALENE, ID 83815

Re: Application For a Temporary Approval of a Water Appropriation

Dear MARY:

The Department of Water Resources is seeking comment and/or recommendation from your agency, regarding two applications to temporarily appropriate 4.66 acre-feet of water from Unnamed streams and a Spring, which are tributary to the South Fork of the Coeur d'Alene River, for exploratory drilling purposes by Hecla Silver Valley, Inc. Copies of the applications are attached for your reference.

Would you please submit your comments no later than September 27, 2011? If we do not hear from you by that date, we will assume that no comment from you, means you have no objection to, concerns about, or conditions pertaining to the issuance of these permits.

You may send comments by regular mail to the address above, by FAX to 762-2819 or by e-mail to keith.franklin@idwr.idaho.gov.

If you have any questions, don't hesitate to contact me at this office.

Thank you.

Sincerely,

Keith E. Franklin
Water Resources Agent

Encl/kf

*No comments received
as of 10/4/11. KS*

FAXED