

PRICE INSURANCE AGENCY

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January 25, 2001

State of Utah
Department of Natural Resources
Division of Oil, Gas & Mining
PO Box 145801
Salt Lake City, UT 84114

Copy Pam

Faxed to: 801-359-3940

Attn.: Pamela Grubaugh-Littig

Re: NEICO C/067/012 Wellington Prep Plant

Lucy

As a follow-up to your letter of 1/16/01 to Patrick Collins, it is our impression that by providing you a certificate of insurance for the lessee of the property, General Resources Corporation & Techmat, LLC, and the Additional Insureds (lessors) NEICO and Nevada Power Company, and by striking the following words in the certificate "*endeavor to*" and "*but failure to mail such notice shall impose no obligation or liability of any kind upon the company, its agents or representatives*" should meet your requirements of notification cancellation or material coverage changes.

This is a very common procedure in the insurance industry when a lessor wishes to transfer the general liability insurance responsibility to the lessee. It also avoids the lessor needing to purchase, unnecessarily, a second liability insurance policy, since the lessee's policy, with the proper certificate of insurance, gives them the appropriate notices of cancellation.

I believe you will find that such modified certificates of insurance have been acceptable in the past years by the Division of Oil, Gas and Mining. Please let me if the certificate of insurance dated 12/13/2000 will be acceptable based on the above information. Thank you for your consideration in this matter.

Sincerely,

Roy Nikas

Roy Nikas
Broker

P.S. Non-payment of premium on this policy is not an issue as it was paid in advance for the entire policy period.

CC: Patrick Collins, NEICO