

Hidden Splendor Resources
Horizon Mine
3266 South 125 West, Price, Utah 84501
Phone: (435) 636-0820 – Fax: (435) 636-0817

March 5, 2013

Mr. Daron Haddock
Utah Coal Program
Utah Division of Oil, Gas and Mining
1594 West North Temple – Suite 1210
Box 145801
Salt Lake City, UT 84114-5801



Re: C/007/0020 Horizon Mine
2012 Annual Report

Dear Mr. Haddock:

Hidden Splendor Resources, Inc. is respectfully submits the 2012 Annual Report for the Horizon Mine permit C/007/020 on the enclosed CD.

If you have any questions or comments, please feel free to contact me at 435-636-0820.

Sincerely,

A handwritten signature in black ink, appearing to read "Kit Pappas", written over a light gray rectangular background.

Kit Pappas
Manager of Environmental and Engineering Services

Print Form

Submit by Email

Reset Form

Annual Report

This Annual Report shows information the Division has for your mine. Submit the completed document and any additional information identified in the Appendices to the Division by the date specified in the cover letter. During a complete inspection an inspector will check and verify the information.

GENERAL INFORMATION

Company Name	Hidden Splendor Resources, Inc.	Mine Name	Horizon Mine
Permit Number	C/007/0020	Permit expiration Date	October 11, 2016
Operator Name	America West Resources, Inc.	Phone Number	+1 (435) 636-0820
Mailing Address	3266 South 125 West	Email	kit@emerytelcom.net
City	Price		
State	Utah	Zip Code	84501

DOGM File Location or Annual Report Location

Excess Spoil Piles

- Required
 Not Required

Refuse Piles

- Required
 Not Required

Impoundments

- Required
 Not Required

Other:

REPORTING OF OTHER TECHNICAL DATA

OPERATOR COMMENTS

REVIEWER COMMENTS

- Met Requirements Did Not meet Requirements

COMMITMENTS AND CONDITIONS

The Permittee is responsible for ensuring annual technical commitments in the Mining and Reclamation Plan and conditions accepted with the permit are completed throughout the year. The Division has identified these commitments below and has provided space for you to report what you have done during the past year for each commitment. If additional written response is required, it should be filed as an attachment to this report.

Title: SUBSIDENCE CONTROL AND MONITORING

Objective: New or additional survey monuments will be installed above the projected pillar panels underlying Beaver Creek. The monitoring stations are located so at least one is subsided each year that mining occurs and will be installed with steel re-bar/rod with aluminum caps or other permanent metal or steel structures. Additionally, 4 monuments will be placed along Beaver Creek and at Water Monitoring Locations SP-4 and SP-9. (Plate 3-3) Data submitted to the Division on an annual basis will include: yearly raw subsidence data (whether active or inactive), and baseline subsidence data.

Frequency: Annually and for a period of two years following final cessation of mining operations.

Status: Panels projected to be mined in 2012 according to 2011 annual mine map.

Reports: Annual report

Citation: MRP, Volume 1, Chapter 3, Section 3.4.8.5, page 3-29

Operator Comments

NO PILLAR PANELS WERE DEVELOPED AND RETREATED UNDER BEAVER CREEK DURING 2012. REFER TO HORIZON MINE SUBSIDENCE SURVEY CONDUCTED IN AUGUST 2012.

Reviewer Comments Met Requirements Did Not Meet Requirements

Title: SUBSIDENCE CONTROL PEDESTRIAN SURVEYS

Objective: To identify and monitor surface impacts due to mining. A pedestrian survey will be conducted over each panel in conjunction with the annual subsidence surveys. Data submitted to the Division on an annual basis will include photographs and coordinates of any cracks, fractures, slumps or other subsidence related abnormalities that are encountered.

Frequency: annually

Status: Ongoing

Reports: Annual Report

Citation: MRP, Volume 1, Chapter 3, Section 3.4.8.5, page 3-29

Operator Comments

A PEDESTRIAN SURVEY CONDUCTED IN SEPTEMBER 2012 ABOVE THE A WEST MAINS, 1ST LEFT PANEL, A EAST MAINS AND A NORTH MAINS REVEALED NO CRACKS, FRACTURES, SLUMPING OR OTHER ABNORMALITIES.

Reviewer Comments Met Requirements Did Not Meet Requirements

Title: ESTABLISH ACTUAL ANGLE OF DRAW, SURFACE PROFILES

Objective: To determine the actual angle of draw, Hidden Splendor commits to locating a "Draw Line" on the surface over one of the first panels mined and pillared. This "Draw Line" will consist of points every 50 feet and be placed over the panel prior to pillaring, perpendicular to the mining direction and will extend far enough on either side of the panel to include the potential 35 degree angle of draw. After pillaring is complete in the panel, the line will be surveyed a second time to provide before and after profiles to the surface.

Frequency: Once

Status: Has not been completed.

Reports: Send in annual report and amend MRP.

Citation: MRP, Volume 1, Chapter 3, Section 3.4.8.5, page 3-29, last paragraph

Operator Comments

NO PILLAR PANELS WERE DEVELOPED AND RETREATED DURING 2012. THE DRAW LINE WILL BE ESTABLISHED ONCE A PILLAR PANEL HAS BEEN DEVELOPED.

Reviewer Comments Met Requirements Did Not Meet Requirements

Title: SEALING OF WELLS

Objective: Permanent closure of wells using measure required by DOGM to prevent access and prevent contamination of groundwater.

Frequency: When no longer needed.

Status: Ongoing

Reports: Report status when mining is terminated or wells are no longer needed. Update MRP as appropriate.

Citation: MRP, Volume 1, Chapter 6, page 6-10

Operator Comments

REFER TO CHAPTER 7, PAGES 7-31 & 7-32, AND AUGUST 15, 2011 E-MAIL FROM APRIL ABATE.

Reviewer Comments Met Requirements Did Not Meet Requirements

Title: ANNUAL SUMMARY OF WATER MONITORING DATA

Objective: Annual summary of water monitoring data collected by permittee including monitoring data for streams, springs, wells and mine inflows.

Frequency: Annually

Status: ongoing

Reports: Annual summary in Annual report, and quarterly data submitted to the water quality Database.

Citation: MRP, Volume 2, Chapter 7, page 7-30, 7-31, 7-34 and 7-37

Operator Comments

REFER TO "HORIZON MINE DISCHARGE FOR 2012".

Reviewer Comments Met Requirements Did Not Meet Requirements

Title: MACROINVERTEBRATE SURVEY

Objective: Macroinvertebrate surveys of Gordon Creek .2 miles above the confluence of Jewkes Creek and the North fork of Gordon Creek .1 mile below the confluence of those streams to monitor potential impacts from mining activities.

Frequency: every other year

Status: Next survey to be conducted in 2012. (Last survey conducted fall 2010).

Reports: Include in annual report.

Citation: MRP, Volume 3, Chapter 10, Section 10.2.3, Page 10-4, paragraph 5.

Operator Comments

THE SURVEY WAS CONDUCTED ON OCTOBER 11, 2012 BY JBR ENVIRONMENTAL CONSULTANTS, HOWEVER, THE REPORT WAS NOT COMPLETED AT THE TIME OF THIS SUBMITTAL (REFER TO ATTACHED CORRESPONDENCE AND E-MAILS). THE REPORT WILL BE SUBMITTED TO UDOGM AS SOON AS IT IS RECEIVED BY OPERATOR.

Reviewer Comments Met Requirements Did Not Meet Requirements

Title: COLLECTING AND REPORTING OF BASELINE DATA

Objective: To compare baseline data parameters every 5 years during low flow season.

Frequency: Every 5 years during low flow.

Status: Next baseline sampling due July-September 2012.

Reports: Summary in Annual report

Citation: MRP, Volume 2, page 7-34

Operator Comments

BASELINE SAMPLING WAS CONDUCTED ON SEPTEMBER 28, 2012. REFER TO ATTACHED ANALYSES REPORTS.

Reviewer Comments Met Requirements Did Not Meet Requirements



FUTURE COMMITMENTS AND CONDITIONS

The following commitments are not required for the current annual report year, but will be required by the permittee in the future as indicated by the "status" field. These commitments are included for information only, and do not currently require action. If you feel that the commitment is no longer relevant or needs to be revised, please contact the Division.

Title: IMPACTS TO RIPARIAN VEGETATION

Objective: Should impacts to vegetation occur due to subsidence, mitigation measures may include: filling fractures, regarding of broken areas, replanting degraded areas, and intensified monitoring.

Frequency: Check for impacts annually

Status: Ongoing

Reports: Annual report, when mitigation is conducted.

Citation: Volume 1, chapter 3 section 3.4.8.2, page 3-27, paragraph 4.

Title: RAPTOR SURVEY

Objective: Survey raptor nests prior to full pillar extraction within 500 feet of a nest in any area that could be subsided (cliff escarpments). The mine plan currently avoids cliff escarpments by 500 feet. If the mine plan changes, active nests must have a 200 foot buffer and a 100 foot buffer if inactive. Mitigation of nests either active or inactive that are lost due to impacts will be replaced with assistance from DWR.

Frequency: Annual survey if mine plan changes to area where raptor nests could be impacted.

Status: Ongoing

Reports: Annual report

Citation: MRP, Volume 3, Chapter 10, Section 10.5.1.1, pages 10-39 and -40

Title: RIPARIAN VEGETATION

Objective: To provide a reclamation channel design, (April 2004), which will allow a reasonable likelihood of reestablishing the riparian vegetation along Jewkes Creek which existed prior to the construction of the mine.

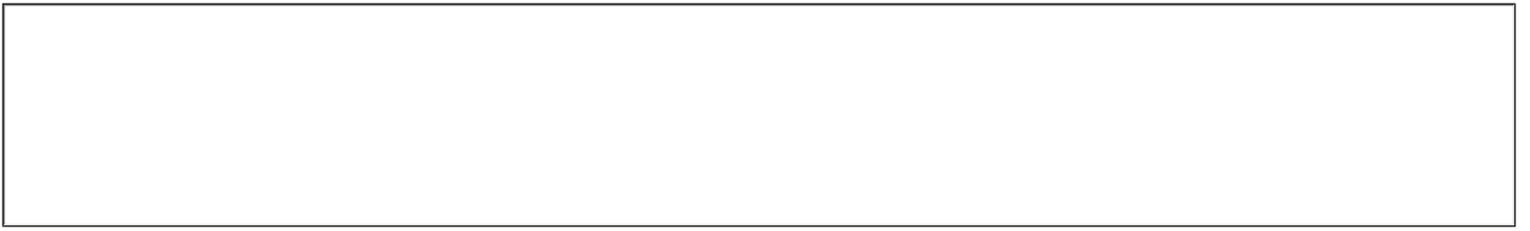
Frequency: Once prior to mine reclamation in consultation with the Division.

Status: Prior to reclamation.

Reports: Submit amendment of MRP to Division for final approval.

Citation: MRP, Volume 3, Chapter 9, Section 9.8, page 9-9, paragraph 3.

OPERATOR COMMENTS (OPTIONAL)**REVIEWER COMMENTS**



REPORTING OF OTHER TECHNICAL DATA

Please list other technical data or information that was not included in the form above, but is required under the approved plan, which must be periodically submitted to the Division.

Please list attachments:

HORIZON WELL MONITORING DATA
QUARTERLY AND ANNUAL POND INSPECTIONS FOR POND 001

Reviewer Comments

MAPS

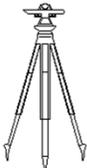
Copies of mine maps, current and up-to-date, are to be provided to the Division as an attachment to this report in accordance with the requirements of R645-301-525.240. The map copies shall be made in accordance with 30 CFR 75.1200 as required by MSHA. Mine maps are not considered confidential.

Map Name	Map Number	Included		Confidential	
		Yes	No	Yes	No
Annual subsidence map	HORIZON MINE 5 YEAR MINE P	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
Mine Map	SAME AS ABOVE	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>
		<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>

Reviewer Comments Met Requirements Did Not Meet Requirements

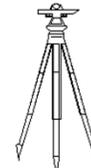
AMERICA WEST RESOURCES, INC.
HORIZON MINE SUBSIDENCE SURVEY

STATION	NORTHING	EASTING	ELEVATION	DESCRIPTION
CALIBRATION CONTROL				
A	497114.12	2122250.60	8655.40	Rebar
NW 20	494001.85	2124908.62	7754.23	Brass Cap
MEASURED	Aug. 2012			
SP4	498315.92	2124251.96	8039.18	5/8" rebar w/cap
SP9	499712.95	2119668.78	8546.45	5/8" rebar w/cap
SUB1	499817.08	2122414.02	5.776.64	5/8" rebar w/cap
SUB2	500025.38	2123687.85	8414.60	5/8" rebar w/cap
SUB3	500318.48	2124538.01	8389.00	5/8" rebar w/cap
SUB4	500883.63	2125415.20	8360.77	5/8" rebar w/cap
SUB5	501926.97	2126811.98	8315.28	5/8" rebar w/cap
SUB6	501496.20	2128478.51	8708.42	5/8" rebar w/cap
SUB7	500140.95	2128310.25	8837.53	5/8" rebar w/cap



WARE SURVEYING & ENGINEERING

G.P.S. & CONVENTIONAL SURVEYING - AUTOCAD MAPPING - CIVIL ENGINEERING



**Horizon Mine - 28
Water Monitoring Report
Field Measurements
First Quarter 2012**

Parameters	Ground Water Site Number						
	SP-1	SP-2	SP-4	SP-9	GV-70	2-6-W	
	1	2	3	4	5	6	
Flow (gpm)	NA	NA	NA	NA	NA	NA	
pH							
Sp. Conductivity (Umhos)							
Temp. (°C)							
Date	3/30/2012	3/30/2012	3/30/2012	3/30/2012	3/30/2012	3/30/2012	
Time	11:00	11:00	11:00	11:00	11:00	11:00	

Parameters	Surface Water Site Number						
	SS-3	SS-5	SS-7	SS-8	SS-10	SS-11	SS-12
	11	12	13	14	15	16	18
Flow (gpm)	NA	NA	NA	NA	NA	NA	NA
pH							
Sp. Conductivity (Umhos)							
Temp. (°C)							
Disolved Oxygen							
Date	3/30/2012	3/30/2012	3/30/2012	3/30/2012	3/30/2012	3/30/2012	3/30/2012
Time	11:00	11:00	11:00	11:00	11:00	11:00	11:00

Notes:

- * Stream Partially Frozen
- ** Water frozen, and/or snow covered, insufficient water to get sample or flow
- # Access for water monitoring denied by surface land owners
- NF - No Flow
- NA - Not Accessible
- NOF* - Seep - Flow too dispersed to obtain sample

NOT ACCESSIBLE DUE TO ICE AND SNOW COVER

**Horizon Mine - 28
Water Monitoring Report
Field Measurements
Second Quarter 2012**

Parameters	Ground Water Site Number						
	SP-1	SP-2	SP-4	SP-9	GV-70	2-6-W	
	1	2	3	4	5	6	
Flow (gpm)	NOF	NOF	NOF	15	2	0	
pH				7.30	7.20	8.20	
Sp. Conductivity (Umhos)				610	760	810	
Temp. (°C)				10.1	9.5	12.2	
Date	6/27/2012	6/27/2012	6/27/2012	6/27/2012	6/27/2012	6/27/2012	
Time	10:00	9:40	10:10	10:30	9:50	10:15	

Parameters	Surface Water Site Number						
	SS-3	SS-5	SS-7	SS-8	SS-10	SS-11	SS-12
	11	12	13	14	15	16	18
Flow (gpm)	120	2	53	34	55	1	18
pH	7.20	8.10	7.40	7.20	7.40	7.50	7.60
Sp. Conductivity (Umhos)	1230	880	660	580	500	340	770
Temp. (°C)	15.3	15.1	11.7	16.0	16.0	17.0	15.6
Dissolved Oxygen	6	6	6	6	6	5	6
Date	6/27/2012	6/27/2012	6/27/2012	6/27/2012	6/27/2012	6/27/2012	6/27/2012
Time	9:15	9:30	10:20	11:00	12:00	11:45	11:15

Notes:

* Stream Partially Frozen

** Water frozen, and/or snow covered, insufficient water to get sample or flow

Access for water monitoring denied by surface land owners

NF - No Flow

NA - Not Accessible

NOF* - Seep - Flow too dispersed to obtain sample

NOT ACCESSIBLE DUE TO ICE AND SNOW COVER

**Horizon Mine - 28
Water Monitoring Report
Field Measurements
Third Quarter 2012**

Parameters	Ground Water Site Number							
	SP-1	SP-2	SP-4	SP-9	GV-70	2-6-W		
	1	2	3	4	5	6		
Flow (gpm)	NOF	NOF	NOF	5	1	NOF		
pH				7.40	7.80			
Sp. Conductivity (Umhos)				770	600			
Temp. (°C)				8.3	10.3			
Date	9/28/2012	9/28/2012	9/28/2012	9/28/2012	9/28/2012	9/28/2012		
Time	9:50 AM	9:25 AM	9:40 AM	10:20 AM	9:30 AM	10:00 AM		

Parameters	Surface Water Site Number							
	SS-3	SS-5	SS-7	SS-8	SS-10	SS-11	SS-12	
	11	12	13	14	15	16	18	
Flow (gpm)	150	NOF	22	25	35	1	NOF	
pH	7.80		8.00	8.10	7.60	7.80		
Sp. Conductivity (Umhos)	810		290	830	1120	840		
Temp. (°C)	14.3		7.1	7.3	10.7	9.8		
Disolved Oxygen	6		5	6	6	5		
Date	9/28/2012	9/28/2012	9/28/2012	9/28/2012	9/28/2012	9/28/2012	9/28/2012	
Time	9:00 AM	9:20 AM	10:10 AM	11:00 AM	11:15 AM	11:30 AM	11:35 AM	

Notes:

* Stream Partially Frozen

** Water frozen, and/or snow covered, insufficient water to get sample or flow

Access for water monitoring denied by surface land owners

NF - No Flow

NA - Not Accessible

NOF* - Seep - Flow too dispersed to obtain sample

NOT ACCESSIBLE DUE TO ICE AND SNOW COVER

**Horizon Mine - 28
Water Monitoring Report
Field Measurements
Forth Quarter 2012**

Parameters	Ground Water Site Number						
	SP-1	SP-2	SP-4	SP-9	GV-70	2-6-W	
	1	2	3	4	5	6	
Flow (gpm)	NOF	NOF	NOF	2	1	NOF	
pH				7.15	7.10		
Sp. Conductivity (Umhos)				740	1445		
Temp. (°C)				7.5	13.5		
Date	10/22/2012	10/22/2012	10/22/2012	10/22/2012	10/22/2012	10/22/2012	
Time	11:10	10:40	11:15	11:45	10:55	11:30	

Parameters	Surface Water Site Number						
	SS-3	SS-5	SS-7	SS-8	SS-10	SS-11	SS-12
	11	12	13	14	15	16	18
Flow (gpm)	55	NOF	15	7	22	NOF	NOF
pH	7.90		7.25	7.10	7.28		
Sp. Conductivity (Umhos)	810		840	810	1170		
Temp. (°C)	14.1		7.9	6.5	6.6		
Disolved Oxygen	6		5	6	6		
Date	10/22/2012	10/22/2012	10/22/2012	10/22/2012	10/22/2012	10/22/2012	10/22/2012
Time	10:35	10:37	11:35	11:55	12:15	12:05	12:00

Notes:

* Stream Partially Frozen

** Water frozen, and/or snow covered, insufficient water to get sample or flow

Access for water monitoring denied by surface land owners

NF - No Flow

NA - Not Accessible

NOF* - Seep - Flow too dispersed to obtain sample

NOT ACCESSIBLE DUE TO ICE AND SNOW COVER



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 1 of 2

Client Sample ID: GV-70
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER

Sample ID By: Hidden Splendor
Sample Taken At: GV-70
Sample Taken By: K.Papas
Time Sampled: 0930
Time Received: 1310
Mine: 28
Site: 5
Field - pH: 7.80 pH
Field - Flow: 0.5 GPM
Field - Conductivity: 600 umhos/cm
Field - Temperature: 10.3 deg. C

Comments: Dissolved Metals Filtered at Lab; H2SO4 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-001

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include Hardness, Anions, Balance, Cations, Alkalinity, Bicarbonate Alkalinity, Carbonate Alkalinity, Nitrogen, Ammonia, Total Dissolved Solids, Nitrate, Nitrite, Chloride, Sulfate, Ortho-Phosphate-P, METALS BY ICP (Aluminum, Arsenic, Boron).

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t(435) 653-2311 f(435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained herein reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 2 of 2

Client Sample ID: GV-70
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: GV-70
Sample Taken By: K.Papas
Time Sampled: 0930
Time Received: 1310
Mine: 28
Site: 5
Field - pH: 7.80 pH
Field - Flow: 0.5 GPM
Field - Conductivity: 600 umhos/cm
Field - Temperature: 10.3 deg. C

Comments: Dissolved Metals Filtered at Lab; H2SO4 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-001

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, ANALYZED DATE, TIME, ANALYST. Rows include various metals like Cadmium, Calcium, Copper, Iron, Lead, Magnesium, Manganese, Molybdenum, Potassium, Selenium, Sodium, and Zinc.

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 1 of 2

Client Sample ID: SP-9
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SP-9
Sample Taken By: K.Papas
Time Sampled: 1020
Time Received: 1310
Mine: 28
Site: 4
Field - pH: 7.40 pH
Field - Flow: 5 GPM
Field - Conductivity: 770 umhos/cm
Field - Temperature: 8.3 deg. C

Comments: Dissolved Metals Filtered at Lab; HNO3 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-002

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include various chemical tests like Hardness, Anions, Balance, Cations, Alkalinity, etc.

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t(435) 653-2311 f(435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law.



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 2 of 2

Client Sample ID: SP-9
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SP-9
Sample Taken By: K.Papas
Time Sampled: 1020
Time Received: 1310
Mine: 28
Site: 4
Field - pH: 7.40 pH
Field - Flow: 5 GPM
Field - Conductivity: 770 umhos/cm
Field - Temperature: 8.3 deg. C

Comments: Dissolved Metals Filtered at Lab; HNO3 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-002

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include various metals like Cadmium, Calcium, Copper, Iron, Lead, Magnesium, Manganese, Molybdenum, Potassium, Selenium, Sodium, and Zinc.

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law.



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 1 of 3

Client Sample ID: SS-3
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SS-3
Sample Taken By: K.Papas
Time Sampled: 0900
Time Received: 1310
Mine: 28
Site: 11
Field - pH: 7.80 pH
Field - Dis. Oxygen: 6 mg/l
Field - Flow: 150 GPM
Field - Conductivity: 810 umhos/cm
Field - Temperature: 14.3 DEG. C

Comments: Dissolved Metals Filtered at Lab; H2SO4 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-003

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include various chemical tests like Hardness, Anions, Balance, Cations, Oil and Grease, Acidity, Alkalinity, Bicarbonate Alkalinity, Carbonate Alkalinity, Nitrogen, Ammonia, Total Dissolved Solids, Total Suspended Solids, Settleable Solids, Nitrate, Nitrite, Chloride, Sulfate.

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t(435) 653-2311 f(435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 2 of 3

Client Sample ID: SS-3
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SS-3
Sample Taken By: K.Papas
Time Sampled: 0900
Time Received: 1310
Mine: 28
Site: 11
Field - pH: 7.80 pH
Field - Dis. Oxygen: 6 mg/l
Field - Flow: 150 GPM
Field - Conductivity: 810 umhos/cm
Field - Temperature: 14.3 DEG. C

Comments: Dissolved Metals Filtered at Lab; H2SO4 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-003

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include Ortho-Phosphate-P, METALS BY ICP (Aluminum, Arsenic, Boron, Cadmium, Calcium, Copper, Iron, Lead, Magnesium, Manganese, Molybdenum, Potassium, Selenium).

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t(435) 653-2311 f(435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 3 of 3

Client Sample ID: SS-3
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SS-3
Sample Taken By: K.Papas
Time Sampled: 0900
Time Received: 1310
Mine: 28
Site: 11
Field - pH: 7.80 pH
Field - Dis. Oxygen: 6 mg/l
Field - Flow: 150 GPM
Field - Conductivity: 810 umhos/cm
Field - Temperature: 14.3 DEG. C

Comments: Dissolved Metals Filtered at Lab; H2SO4 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-003

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include Sodium, Na - Dissolved and Zinc, Zn - Dissolved.

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t(435) 653-2311 f(435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 1 of 3

Client Sample ID: SS-7
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SS-7
Sample Taken By: K.Papas
Time Sampled: 1010
Time Received: 1310
Mine: 28
Site: 13
Field - pH: 8.00 pH
Field - Dis. Oxygen: 5 mg/l
Field - Flow: 22 GPM
Field - Conductivity: 290 umhos/cm
Field - Temperature: 7.1 DEG. C

Comments: Dissolved Metals Filtered at Lab; H2SO4 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-004

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Lists various chemical tests and their results.

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 2 of 3

Client Sample ID: SS-7
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SS-7
Sample Taken By: K.Papas
Time Sampled: 1010
Time Received: 1310
Mine: 28
Site: 13
Field - pH: 8.00 pH
Field - Dis. Oxygen: 5 mg/l
Field - Flow: 22 GPM
Field - Conductivity: 290 umhos/cm
Field - Temperature: 7.1 DEG. C

Comments: Dissolved Metals Filtered at Lab; H2SO4 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-004

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include Ortho-Phosphate-P, METALS BY ICP (Aluminum, Arsenic, Boron, Cadmium, Calcium, Copper, Iron, Lead, Magnesium, Manganese, Molybdenum, Potassium, Selenium).

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 3 of 3

Client Sample ID: SS-7
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SS-7
Sample Taken By: K.Papas
Time Sampled: 1010
Time Received: 1310
Mine: 28
Site: 13
Field - pH: 8.00 pH
Field - Dis. Oxygen: 5 mg/l
Field - Flow: 22 GPM
Field - Conductivity: 290 umhos/cm
Field - Temperature: 7.1 DEG. C

Comments: Dissolved Metals Filtered at Lab; H2SO4 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-004

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include Sodium, Na - Dissolved and Zinc, Zn - Dissolved.

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 1 of 3

Client Sample ID:	SS-8	Sample ID By:	Hidden Splendor
Date Sampled:	Sep 28, 2012	Sample Taken At:	SS-8
Date Received:	Sep 28, 2012	Sample Taken By:	K.Papas
Product Description:	WATER	Time Sampled:	1100
		Time Received:	1310
		Mine:	28
		Site:	14
		Field - pH:	8.10 pH
		Field - Dis. Oxygen:	6 mg/l
		Field - Flow:	25 GPM
		Field - Conductivity:	830 umhos/cm
		Field - Temperature:	7.3 DEG. C

Comments: Dissolved Metals Filtered at Lab; HNO3 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-005

TESTS	RESULT	UNIT	METHOD	REPORTING	ANALYZED		
				LIMIT	DATE	TIME	ANALYST
Hardness, mg equivalent CaCO3/L	262	mg/L	SM2340-B	1	2012-10-09	15:41:18	AL
Anions	5.25	meq/L	SM1030E	0	2012-10-09	15:41:18	AL
Balance	2.51	%	SM1030E	-10	2012-10-09	15:41:18	AL
Cations	5.52	meq/L	SM1030E	0	2012-10-09	15:41:18	AL
Oil and Grease, (HEM)	<5	mg/L	EPA 1664A	5	2012-09-28	13:30:00	CM
Acidity	<5	mg/L	D1067	5	2012-10-02	12:45:00	AL
Alkalinity, mg CaCO3/L (pH 4.5)	238	mg/L	SM2320-B	5	2012-10-02	09:05:00	AL
Bicarbonate Alkalinity as CaCO3	238	mg/L	SM2320-B	5	2012-10-02	09:05:00	AL
Carbonate Alkalinity as CaCO3	<5	mg/L	SM2320-B	5	2012-10-02	09:05:00	AL
Nitrogen, Ammonia	<0.1	mg/L	SM4500-B-D	0.1	2012-10-03	07:30:00	AL
Total Dissolved Solids	278	mg/L	SM2540-C	30	2012-10-01	13:45:00	AL
Total Suspended Solids	<5	mg/L	SM2540-D	5	2012-10-01	13:45:00	AL
Settleable Solids	<0.1	mL/L	SM2540-F a	0.1	2012-09-28	15:30:00	CM
Nitrate	<0.05	mg/L	EPA 300.0	0.05	2012-09-28	19:45:00	AL
Nitrite	<0.05	mg/L	EPA 300.0	0.05	2012-09-28	19:45:00	AL
Chloride, Cl	7	mg/L	EPA 300.0	1	2012-09-28	19:45:00	AL
Sulfate, SO4	14	mg/L	EPA 300.0	1	2012-09-28	19:45:00	AL



Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law.



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 2 of 3

Client Sample ID: SS-8
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SS-8
Sample Taken By: K.Papas
Time Sampled: 1100
Time Received: 1310
Mine: 28
Site: 14
Field - pH: 8.10 pH
Field - Dis. Oxygen: 6 mg/l
Field - Flow: 25 GPM
Field - Conductivity: 830 umhos/cm
Field - Temperature: 7.3 DEG. C

Comments: Dissolved Metals Filtered at Lab; HNO3 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-005

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include Ortho-Phosphate-P, METALS BY ICP, Aluminum, Arsenic, Boron, Cadmium, Calcium, Copper, Iron, Lead, Magnesium, Manganese, Molybdenum, Potassium, Selenium.

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law.



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 3 of 3

Client Sample ID: SS-8
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SS-8
Sample Taken By: K.Papas
Time Sampled: 1100
Time Received: 1310
Mine: 28
Site: 14
Field - pH: 8.10 pH
Field - Dis. Oxygen: 6 mg/l
Field - Flow: 25 GPM
Field - Conductivity: 830 umhos/cm
Field - Temperature: 7.3 DEG. C

Comments: Dissolved Metals Filtered at Lab; HNO3 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-005

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include Sodium, Na - Dissolved and Zinc, Zn - Dissolved.

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law.



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 1 of 3

Client Sample ID: SS-10
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SS-10
Sample Taken By: K.Papas
Time Sampled: 1115
Time Received: 1310
Mine: 28
Site: 15
Field - pH: 7.60 pH
Field - Dis. Oxygen: 6 mg/l
Field - Flow: 35 GPM
Field - Conductivity: 1120 umhos/cm
Field - Temperature: 10.7 DEG. C

Comments: Dissolved Metals Filtered at Lab; HNO3 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-006

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include various chemical tests like Hardness, Anions, Balance, Cations, etc.

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law.



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 2 of 3

Client Sample ID: SS-10
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SS-10
Sample Taken By: K.Papas
Time Sampled: 1115
Time Received: 1310
Mine: 28
Site: 15
Field - pH: 7.60 pH
Field - Dis. Oxygen: 6 mg/l
Field - Flow: 35 GPM
Field - Conductivity: 1120 umhos/cm
Field - Temperature: 10.7 DEG. C

Comments: Dissolved Metals Filtered at Lab; HNO3 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-006

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include Ortho-Phosphate-P, METALS BY ICP (Aluminum, Arsenic, Boron, Cadmium, Calcium, Copper, Iron, Lead, Magnesium, Manganese, Molybdenum, Potassium, Selenium).

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 3 of 3

Client Sample ID: SS-10
Date Sampled: Sep 28, 2012
Date Received: Sep 28, 2012
Product Description: WATER
Sample ID By: Hidden Splendor
Sample Taken At: SS-10
Sample Taken By: K.Papas
Time Sampled: 1115
Time Received: 1310
Mine: 28
Site: 15
Field - pH: 7.60 pH
Field - Dis. Oxygen: 6 mg/l
Field - Flow: 35 GPM
Field - Conductivity: 1120 umhos/cm
Field - Temperature: 10.7 DEG. C

Comments: Dissolved Metals Filtered at Lab; HNO3 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-006

Table with columns: TESTS, RESULT, UNIT, METHOD, REPORTING LIMIT, DATE, ANALYZED TIME, ANALYST. Rows include Sodium, Na - Dissolved and Zinc, Zn - Dissolved.

Handwritten signature of Domenic Ibanez

Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law.



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 1 of 3

Client Sample ID:	SS-11	Sample ID By:	Hidden Splendor
Date Sampled:	Sep 28, 2012	Sample Taken At:	SS-11
Date Received:	Sep 28, 2012	Sample Taken By:	K.Papas
Product Description:	WATER	Time Sampled:	1130
		Time Received:	1310
		Mine:	28
		Site:	16
		Field - pH:	7.80 pH
		Field - Dis. Oxygen:	5 mg/l
		Field - Flow:	0.5 GPM
		Field - Conductivity:	840 umhos/cm
		Field - Temperature:	9.8 DEG. C

Comments: Dissolved Metals Filtered at Lab; HNO3 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-007

TESTS	RESULT	UNIT	METHOD	REPORTING	ANALYZED		
				LIMIT	DATE	TIME	ANALYST
Hardness, mg equivalent CaCO3/L	129	mg/L	SM2340-B	1	2012-10-09	15:41:18	AL
Anions	2.87	meq/L	SM1030E	0	2012-10-09	15:41:18	AL
Balance	-0.65	%	SM1030E	-10	2012-10-09	15:41:18	AL
Cations	2.83	meq/L	SM1030E	0	2012-10-09	15:41:18	AL
Oil and Grease, (HEM)	<5	mg/L	EPA 1664A	5	2012-09-28	13:30:00	CM
Acidity	<5	mg/L	D1067	5	2012-10-02	12:45:00	AL
Alkalinity, mg CaCO3/L (pH 4.5)	89	mg/L	SM2320-B	5	2012-10-02	09:05:00	AL
Bicarbonate Alkalinity as CaCO3	89	mg/L	SM2320-B	5	2012-10-02	09:05:00	AL
Carbonate Alkalinity as CaCO3	<5	mg/L	SM2320-B	5	2012-10-02	09:05:00	AL
Nitrogen, Ammonia	<0.1	mg/L	SM4500-B-D	0.1	2012-10-03	07:30:00	AL
Total Dissolved Solids	185	mg/L	SM2540-C	30	2012-10-01	13:45:00	AL
Total Suspended Solids	20	mg/L	SM2540-D	5	2012-10-01	13:45:00	AL
Settleable Solids	<0.1	mL/L	SM2540-F a	0.1	2012-09-28	15:30:00	CM
Nitrate	0.11	mg/L	EPA 300.0	0.05	2012-09-28	19:45:00	AL
Nitrite	<0.05	mg/L	EPA 300.0	0.05	2012-09-28	19:45:00	AL
Chloride, Cl	6	mg/L	EPA 300.0	1	2012-09-28	19:45:00	AL
Sulfate, SO4	45	mg/L	EPA 300.0	1	2012-09-28	19:45:00	AL



Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 2 of 3

Client Sample ID:	SS-11	Sample ID By:	Hidden Splendor
Date Sampled:	Sep 28, 2012	Sample Taken At:	SS-11
Date Received:	Sep 28, 2012	Sample Taken By:	K.Papas
Product Description:	WATER	Time Sampled:	1130
		Time Received:	1310
		Mine:	28
		Site:	16
		Field - pH:	7.80 pH
		Field - Dis. Oxygen:	5 mg/l
		Field - Flow:	0.5 GPM
		Field - Conductivity:	840 umhos/cm
		Field - Temperature:	9.8 DEG. C

Comments: Dissolved Metals Filtered at Lab; HNO3 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-007

TESTS	RESULT	UNIT	METHOD	REPORTING	ANALYZED		
				LIMIT	DATE	TIME	ANALYST
Ortho-Phosphate-P	<0.05	mg/L	EPA 300.0	0.05	2012-09-28	19:45:00	AL
METALS BY ICP							
Aluminum, Al - Dissolved	<0.03	mg/L	EPA 200.7	0.03	2012-10-04	17:00:00	CM
Arsenic, As - Dissolved	<0.01	mg/L	EPA 200.7	0.01	2012-10-04	17:00:00	CM
Boron, B - Dissolved	0.02	mg/L	EPA 200.7	0.01	2012-10-04	17:00:00	CM
Cadmium, Cd - Dissolved	<0.001	mg/L	EPA 200.7	0.001	2012-10-04	17:00:00	CM
Calcium, Ca - Dissolved	41.62	mg/L	EPA 200.7	0.03	2012-10-04	17:00:00	CM
Copper, Cu - Dissolved	<0.01	mg/L	EPA 200.7	0.01	2012-10-04	17:00:00	CM
Iron, Fe - Dissolved	<0.03	mg/L	EPA 200.7	0.03	2012-10-04	17:00:00	CM
Iron, Fe - Total	0.28	mg/L	EPA 200.7	0.05	2012-10-05	16:03:00	CM
Lead, Pb - Dissolved	<0.01	mg/L	EPA 200.7	0.01	2012-10-04	17:00:00	CM
Magnesium, Mg - Dissolved	6.04	mg/L	EPA 200.7	0.01	2012-10-04	17:00:00	CM
Manganese, Mn - Dissolved	0.006	mg/L	EPA 200.7	0.002	2012-10-04	17:00:00	CM
Manganese, Mn - Total	0.027	mg/L	EPA 200.7	0.002	2012-10-05	16:03:00	CM
Molybdenum, Mo - Dissolved	<0.005	mg/L	EPA 200.7	0.005	2012-10-04	17:00:00	CM
Potassium, K - Dissolved	1.75	mg/L	EPA 200.7	0.14	2012-10-04	17:00:00	CM
Selenium, Se - Dissolved	<0.02	mg/L	EPA 200.7	0.02	2012-10-04	17:00:00	CM



Lab Supervisor

Domenic Ibanez
Lab Supervisor

SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law.



Analysis Report

October 10, 2012

HIDDEN SPLENDOR RESOURCES INC
3266 SOUTH 125 WEST
PRICE UT 84501

Page 3 of 3

Client Sample ID:	SS-11	Sample ID By:	Hidden Splendor
Date Sampled:	Sep 28, 2012	Sample Taken At:	SS-11
Date Received:	Sep 28, 2012	Sample Taken By:	K.Papas
Product Description:	WATER	Time Sampled:	1130
		Time Received:	1310
		Mine:	28
		Site:	16
		Field - pH:	7.80 pH
		Field - Dis. Oxygen:	5 mg/l
		Field - Flow:	0.5 GPM
		Field - Conductivity:	840 umhos/cm
		Field - Temperature:	9.8 DEG. C

Comments: Dissolved Metals Filtered at Lab; HNO3 Preserved at Lab

SGS Minerals Sample ID: 782-1215681-007

<u>TESTS</u>	<u>RESULT</u>	<u>UNIT</u>	<u>METHOD</u>	<u>REPORTING</u>	<u>ANALYZED</u>		
				<u>LIMIT</u>	<u>DATE</u>	<u>TIME</u>	<u>ANALYST</u>
METALS BY ICP (continued)							
Sodium, Na - Dissolved	4.96	mg/L	EPA 200.7	0.09	2012-10-04	17:00:00	CM
Zinc, Zn - Dissolved	<0.004	mg/L	EPA 200.7	0.004	2012-10-04	17:00:00	CM



Lab Supervisor

Domenic Ibanez
Lab Supervisor

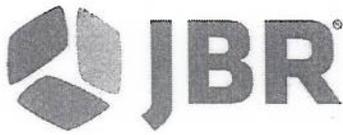
SGS North America Inc. Minerals Services Division
2035 North Airport Road Huntington UT 84528 t (435) 653-2311 f (435)-653-2436 www.sgs.com/minerals

Member of the SGS Group (Société Générale de Surveillance)

This document is issued by the Company under its General Conditions of Service accessible at http://www.sgs.com/terms_and_conditions.htm. Attention is drawn to the limitation of liability, indemnification and jurisdiction issues defined therein.

Any holder of this document is advised that information contained hereon reflects the Company's findings at the time of its intervention only and within the limits of Client's instructions, if any. The Company's sole responsibility is to its Client and this document does not exonerate parties to a transaction from exercising all their rights and obligations under the transaction documents. Any unauthorized alteration, forgery or falsification of the content or appearance of this document is unlawful and offenders may be prosecuted to the fullest extent of the law.

ATTACHMENT A



creating solutions for today's environment

JBR Environmental Consultants, Inc.

Corporate Headquarters

8160 S. Highland Dr.

Sandy, Utah 84093

[p] 801.943.4144

[f] 801.942.1852

www.jbrenv.com

September 7, 2012

Kit Pappas
Hidden Splendor Resources, Inc., Horizon Mine
3266 South 125 West
Price, Utah 84501

Subject: Macroinvertebrate Sampling Estimate

Dear Kit,

We appreciate your call requesting an estimate for JBR to complete macroinvertebrate surveys to comply with Utah Division of Oil, Gas and Mining permit requirements for the Hidden Splendor Resources Horizon Mine. JBR last completed these surveys for the mine in 2008. As we mentioned, our macroinvertebrate sampling methods as well as the analysis lab we use have changed in the recent past. Although this change will somewhat impact the direct comparison of sampling and reporting between prior years and 2012, the analysis will supply ecological indicators that will still provide a useful comparison of data sets.

We propose sampling during October 2012 at the traditional sites in North Fork Gordon Creek, one above and one below the mine discharge point. Three sub-samples will be taken at each site; the three sub-samples for each site will be combined into two composite samples to be submitted to Utah State University's BugLab for sorting, identification, and analysis. Note that the BugLab has a long turnaround time for sample analysis, particularly for samples collected in the fall season. It will likely be at least several months before we have their report. Once JBR receives the data analysis from USU, JBR will prepare a brief summary report of the sampling event and analysis results for submittal to Hidden Splendor.

JBR's estimated cost for collecting samples, submitting them to the USU lab for analysis, and preparing a summary report is \$5,500. As Hidden Splendor brought their JBR account current in early 2012, there are no outstanding charges to consider under this proposal. However, we will require a \$3,000 up-front payment when the contract is signed, before we proceed with field work. We appreciate the opportunity to again conduct the macroinvertebrate sampling for Hidden Splendor.

Sincerely,

Karla Knoop

AUTHORIZATION FOR PROFESSIONAL SERVICES

Date September 24, 2012 Office Location Sandy, UT
JBR Project No. _____ Address 8160 South Highland Drive
Project Manager Karla Knoop City, State Sandy, UT 84093
Proposal # _____ Phone: (801) 943-4144 Fax: (801) 942-1852

Hidden Splendor Resources, hereinafter CLIENT, A(N) corporation
does hereby authorize JBR Environmental Consultants, Inc., hereinafter CONSULTANT, a corporation organized and
existing under the laws of the State of Utah, to perform the services set forth below.

SUBJECT TO THE FOLLOWING TERMS & CONDITIONS AND ON THE REVERSE SIDE HEREOF.

A. Client Information

Name Hidden Splendor Resources
Address 3266 South 125 West
City Price State UT Zip 84501
Representative John C. Pappas Phone: (435) 636-0817

B. Project Description

Project Name Macroinvertebrate Sampling Client PO No. _____
Location Horizon Mine
Estimated Completion Date To be determined by JBR and Client.

Description of CONSULTANTS Service:

JBR will complete macroinvertebrate surveys to comply with the Utah Division of Oil, Gas, and Mining permit requirements for Client's Horizon Mine as described in the proposal dated September 7, 2012 and included herein as Attachment A. Submittal of final report will be determined by JBR and Client after the lab analysis is complete.

(Refer to attached proposal)

C. Compensation

- 1 CONSULTANTS total fee is estimated to be \$5,500.00.
- 2 Basis of CONSULTANTS fee (check one)
 Time and materials
 Lump sum
 Other: _____
- 3 CLIENT shall pay a retainer fee of \$3,000.00, which fee shall be paid in full prior to commencement of the work herein contemplated. Said fee shall be applied to CLIENT'S final payment for the services or products provided under this agreement.

D. CLIENT has read and understood the terms and conditions set forth on the reverse side hereof and agrees that such items are hereby incorporated into and made a part of this agreement.

E. Having read, understood and agreed to the foregoing, CLIENT and CONSULTANT, by and through their authorized representatives, have subscribed their names hereon effective the 24 day of September, 2012

Client Name:

HIDDEN SPLENDOR RESOURCES, INC.

By [Signature]
Printed Name JOHN C. PAPPAS
Title MGR. ENV. SERVICES
Date 9-24-12

JBR Environmental Consultants, Inc.

By [Signature]
Printed Name Linda J. Matthews
Title Supervisor
Date Sept 25, 2012

Agreement to be executed in duplicate
Maximum Value of Authorized Services not to exceed \$10,000.

I have read the Terms and Conditions on page 2: [Signature] (Client's Initials)

Client Initials: *JER*

STANDARD CONDITIONS

CLIENT and CONSULTANT agree that the following provisions shall be a part of their agreement:

ARTICLE 1. DEFINITIONS

1.1 **DIRECT EXPENSES:** The phrase "direct expenses" means expenditures made by CONSULTANT, its employees or its subcontractors in the interest of the Project. Applicable reimbursable Direct Expenses are defined in this agreement or the Schedule of Charges.

ARTICLE 2. COMPENSATION

2.1 **PAYMENT:** CONSULTANT shall invoice CLIENT periodically for the Services performed under this Agreement. Invoices shall clearly describe the project name, the services rendered, CONSULTANT'S job number and any CLIENT required data. Invoices must be paid within thirty (30) days of the invoice date and if not paid within such time shall be subject to a late payment charge of 12 percent per month or the highest rate permitted by law.

2.2 **EFFECT OF INVOICE:** The work performed shall be deemed approved and accepted by CLIENT as and when invoiced unless CLIENT objects within fifteen (15) days of invoice date by written notice specifically stating the details in which CLIENT believes such work is incomplete or defective, and the invoice amount(s) in dispute. CLIENT shall pay undisputed amounts per this article.

2.3 **SUSPENSION OF WORK:** Failure of CLIENT to submit full payment of an invoice within thirty (30) days of the date thereof subjects this agreement and the work herein contemplated to suspension or termination at CONSULTANT'S discretion. Work that is not paid for will be solely owned by Consultant.

2.4 **ADVANCE PAYMENT WITHHOLDING OF WORK PRODUCT:** CONSULTANT reserves the right to require payment in advance for work it estimates will be done during a given billing period. CONSULTANT without any liability to CLIENT reserves the right to withhold any services and/or work products herein contemplated pending payment of CLIENT'S outstanding indebtedness or advance payment as required by CONSULTANT. Where work is performed on a reimbursable basis, budget may be increased by amendment to complete the scope of work. CONSULTANT is not obligated to provide services in excess of the authorized budget.

ARTICLE 3. ADDITIONAL SERVICES AND AMENDMENTS

3.1 **DEFINITIONS:** Services and work products not expressly or by implication specified in this agreement will be provided only upon compliance with the procedures set forth in paragraph 3.2 below, as determined by CONSULTANT.

3.2 **AMENDMENT/ADJUSTMENT:** Services or work products not in the original scope of work will result in an adjustment of CONSULTANT'S original estimated budget or lump sum fee and will be provided at CLIENT'S request upon execution of a written amendment to this agreement, signed by both CLIENT and CONSULTANT which expressly refers to this agreement.

ARTICLE 4. TERM OF AGREEMENT

4.1 **DUE TO DEFAULT:** This agreement shall be in effect until the original scope of services, and any agreed to changes to the scope of services, has been completed by CONSULTANT and paid in full by the CLIENT. This agreement may be terminated by either CONSULTANT or the CLIENT upon seven (7) days written notice in the event of substantial failure of either party to perform in accordance with the terms hereof through no fault of the party initiating the termination. In the event of termination, CONSULTANT shall be paid for the services performed to the date of the termination notice plus an additional amount to close down the work in a professional manner.

4.2 **WITHOUT CAUSE:** This agreement may be terminated by CLIENT upon at least fourteen (14) days written notice to CONSULTANT in the event that the Project is abandoned.

4.3 **TERMINATION ADJUSTMENT PAYMENT:** If this agreement is terminated by CLIENT through no fault of the CONSULTANT, CONSULTANT shall be paid for services performed and costs incurred by it prior to its receipt of notice of termination from CLIENT including reimbursement for Direct Expenses due, plus an additional amount to cover services to orderly close the work and prepare project files and documentation, plus any additional Direct Expenses incurred by CONSULTANT including but limited to cancellation fees or charges. CONSULTANT will use reasonable efforts to minimize such additional charges.

ARTICLE 5. ALLOCATION OF RISK; WAIVER; WARRANTY

5.1 **ALLOCATION OF RISK:** CONSULTANT'S liability to CLIENT, CLIENT'S contractors, subcontractors and their agents, employees and consultants, and to all other third parties, which may arise from or be due directly or indirectly to the negligent acts, errors and/or omissions of CONSULTANT, its agents employees or consultants shall not exceed \$10,000 and shall be limited to direct damages. The Client understands that the technical findings resulting from JBR's services, while being performed in accordance with current professional practices, may identify natural or man-made conditions that prevent or limit Client's ability to obtain regulatory permits, approvals, or waivers for Client's proposed project. By entering into this agreement, Client acknowledges its obligation to comply fully with this agreement, including those described in Paragraph 2.1, Payment, regardless of the effect of JBR's findings on said project. All other damages such as loss of use, profits, anticipated profits and like losses are consequential damages for which CONSULTANT is not liable. CLIENT shall give written notice to CONSULTANT of any claim of negligent act, error or omission within one (1) year after the completion of the work performed by CONSULTANT. Failure to give notice on a timely basis as required shall constitute a waiver of said claim by CLIENT.

5.2 **WARRANTY/STANDARD OF CARE:** The only warranty or guarantee made by CONSULTANT in connection with the services performed under this agreement is that such services are performed with the care and skill ordinarily exercised by members of the profession practicing under similar conditions, at the same time and in the same or a similar locality. When the findings and recommendations of CONSULTANT are based on information supplied by CLIENT and others, such findings and recommendations are correct to the best of CONSULTANT'S knowledge and belief. No other warranty, express or implied, is made or intended by providing consulting services or by furnishing oral or written reports of the findings made.

ARTICLE 6. GENERAL PROVISIONS

6.1 **APPLICABLE LAW:** This agreement shall be interpreted and enforced according to the laws of the State of Utah.

6.2 **CONFIDENTIAL/PROPRIETARY INFORMATION:** CONSULTANT agrees that it will not disclose and will hold in confidence any and all proprietary information, drawings, and other matters owned by the CLIENT and brought to CONSULTANT'S attention (collectively the "Information") by CLIENT during the course of this agreement, whether in written or oral form. Without the prior written consent of CLIENT, CONSULTANT

agrees not to use the information for any purpose other than the performance of the Services performed for CLIENT. However, CONSULTANT shall not be so restricted where (i) Information is now or becomes public through no fault of CONSULTANT, or (ii) CONSULTANT already had the information in its possession from its own work prior to the date of this Agreement, or (iii) CONSULTANT received the information from a third party on a non-confidential basis and not derived from CONSULTANT.

6.3 **PRECEDENCE OF CONDITIONS:** Should any conflict exist between the terms herein and the terms of any purchase order or confirmation issued by CLIENT, the terms of these Standard Conditions shall prevail in the absence of CONSULTANT'S express written agreement.

6.4 **ASSIGNMENT/SUBCONTRACTING:** Neither CLIENT nor CONSULTANT shall assign its interest in this agreement without the written consent of the other. CLIENT hereby consents to CONSULTANT subcontracting any portion of the work to be performed hereunder.

6.5 **OWNERSHIP OF INVENTIONS, IDEAS AND DOCUMENTS:** All ideas, discoveries and inventions, tracings, survey notes, computer programs and other original documents (collectively "documents") are instruments of service and shall be deemed property of CONSULTANT. Use of CONSULTANT'S work product(s) on other projects without CONSULTANT'S prior written consent is prohibited; however if used, such use shall be at CLIENT'S sole risk. No documents may be altered or modified except by CONSULTANT.

6.6 **RECORDS:** CONSULTANT shall keep full and complete records of all services done under this Agreement and shall turn copies of such records over to CLIENT per CLIENT'S request upon termination of this agreement.

6.7 **FORCE MAJEURE:** Any delay or default in the performance of any obligation of CONSULTANT under this agreement resulting from any cause(s) beyond CONSULTANT'S reasonable control shall not be deemed a breach of this agreement. The occurrence of any such event shall suspend the obligations of CONSULTANT as long as performance is delayed or prevented thereby and the fees due hereunder shall be equitably adjusted. Client will provide access to work sites and obtain any required consents necessary for such access.

6.8 **ATTORNEYS FEES:** Should either party hereto seek to enforce any term of this agreement, it is agreed that the prevailing party shall be entitled to recover its costs, expenses, and reasonable attorney's fees.

6.9 **MERGER; WAIVER; SURVIVAL:** Except as set forth in Article 3.2 above, this agreement constitutes the entire and integrated agreement between the parties hereto and supersedes all prior negotiations, representations and/or agreements written or oral. One or more waivers of any term, condition or other provision of this agreement by either party shall not be construed as a waiver of a subsequent breach of the same or any other provisions. Any provision hereof which is legally deemed void or unenforceable shall not void this entire agreement and all remaining provisions shall survive and be enforceable.

6.10 **REFERENCE BY JBR TO THIS PROJECT:** It is common for professional service firms such as JBR, in discussions with prospective clients, to make reference to prior work, and JBR would like the opportunity to do so with respect to this Project. Unless Client informs JBR to the contrary, on completion of this Project JBR understands that it will be entitled to make reference to having undertaken it. This reference may include Client's name, a brief description of the Project's objectives, approximate costs, photos, and Client contact information. This type of reference may be included in written documents such as proposals, JBR newsletters and websites, and verbal discussions with third parties regarding work opportunities.

6.11 **NON-SOLICITATION OF JBR EMPLOYEES:** During the term of this Agreement and for a period of one (1) year thereafter, Client agrees not to hire, induce or solicit, or attempt to hire, induce or solicit or cause any other person or entity (including any parent company of Client and any subsidiary or affiliate of Client) to hire, induce or solicit or attempt to hire, induce or solicit, whether directly or indirectly, the services of any staff, employee, consultant, or subcontractor of JBR (the "Solicited Person") without prior written consent of JBR. Client agrees that JBR will be irreparably harmed by any violation or breach of this provision by Client. Accordingly, notwithstanding anything set forth herein to the contrary, Client agrees that any violation of this provision shall, in addition to all other legal and equitable relief that JBR may be entitled to, require Client to pay to JBR, within ten (10) days of receipt of written demand by JBR, a sum equal to the Solicited Person's actual compensation paid by JBR during the twelve (12) months immediately preceding the date of the notice.

ARTICLE 7. SERVICES BY CLIENT

7.1 **ACCESS TO WORK SITE:** CLIENT will provide access to work site, obtain all permits, provide all legal services in connection with the project and provide environmental impact reports unless specifically included in the scope of work. CLIENT shall pay the costs of checking and inspection fees, zoning application fees, soils engineering fees, testing fees, surveying fees and all other fees, permits, bond premiums, and all other charges not specifically covered by the terms of this agreement.

7.2 **UNSAFE CONDITIONS:** CONSULTANT shall be informed immediately by CLIENT of any and all information regarding type, quantity and location of any hazardous, toxic or dangerous materials or unsafe conditions known or suspected at all work sites where services are to be performed.

7.3 **UNDERGROUND OBSTRUCTIONS:** CLIENT shall provide CONSULTANT plans which designate the location of all subsurface structures at the work site, and shall be responsible for any damage and shall indemnify CONSULTANT, for all loss caused by CONSULTANT as a result of any structure not so designated, or by CLIENT'S inaccurate identification of underground obstructions.

7.4 **AGENCY REPORTING:** CLIENT shall be solely responsible for notifying appropriate governmental agencies of the existence of any hazardous, toxic or dangerous materials at the work site or discovered during performance of this agreement. Upon CLIENT'S request, CONSULTANT may notify such agencies on behalf of CLIENT, as CLIENT'S agent.

Karla Knoop, hydrologist
JBR Environmental Consultants, Inc.
front desk phone: 801.943.4144
direct line: 801.438.2245

From: Kit Pappas [<mailto:kit@emerytelcom.net>]
Sent: Monday, October 01, 2012 9:42 AM
To: Karla Knoop
Subject: RE: sampling

Ok. Keep me posted.

Thanks,
Kit

John C. (Kit) Pappas
America West Resources, Hidden Splendor Resources
Manager of Engineering & Environmental Services
3266 South 125 West, Price, Utah 84501
Phone: 435-636-0820 Fax: 435-636-0817
Cell: 435-650-7339
kit@emerytelcom.net
kit@americacoal.com

From: Karla Knoop [<mailto:kknoop@jbrenv.com>]
Sent: Monday, October 01, 2012 8:57 AM
To: Kit Pappas
Subject: sampling

Hi Kit,

Our macro guy (Dave Kikkert, who did your sampling last time) is shooting for next week for your macroinvertebrate sampling. I'm not sure which day of the week yet, but probably not Monday. I'll keep you posted. Let me know if you have any questions.

Thanks!
Karla

Karla Knoop, hydrologist
JBR Environmental Consultants, Inc.
front desk phone: 801.943.4144
direct line: 801.438.2245

No virus found in this message.
Checked by AVG - www.avg.com
Version: 2012.0.2221 / Virus Database: 2441/5296 - Release Date: 09/28/12

No virus found in this message.
Checked by AVG - www.avg.com
Version: 2012.0.2221 / Virus Database: 2441/5317 - Release Date: 10/08/12

Kit Pappas

From: Karla Knoop <kknoop@jbrenv.com>
Sent: Friday, October 12, 2012 12:20 PM
To: Kit Pappas
Subject: RE: sampling

Hi Kit,

Everything went well for the field work yesterday. Dave mentioned that the beaver activity has continued to increase since we were there last. The downstream site had to be sampled even further down because there was simply no adequate spot where we normally sample.

I will let you know when the results come back from the lab, but as we mentioned in the proposal, it will be several months at least. Meanwhile, let me know if you have any questions.

Karla

*Karla Knoop, hydrologist
JBR Environmental Consultants, Inc.
front desk phone: 801.943.4144
direct line: 801.438.2245*

From: Kit Pappas [<mailto:kit@emerytelcom.net>]
Sent: Tuesday, October 09, 2012 9:43 AM
To: Karla Knoop
Subject: RE: sampling

Ok great, thanks for the update.

Kit

John C. (Kit) Pappas
America West Resources, Hidden Splendor Resources
Manager of Engineering & Environmental Services
3266 South 125 West, Price, Utah 84501
Phone: 435-636-0820 Fax: 435-636-0817
Cell: 435-650-7339
kit@emerytelcom.net
kit@americacoal.com

From: Karla Knoop [<mailto:kknoop@jbrenv.com>]
Sent: Monday, October 08, 2012 4:14 PM
To: Kit Pappas
Subject: RE: sampling

Kit,

Looks like this Thursday will be the day.

Kit Pappas

From: Karla Knoop <kknoop@jbrenv.com>
Sent: Tuesday, January 08, 2013 11:53 AM
To: Kit Pappas
Subject: RE: HORIZON MACROINVERTEBRATE STUDY

Hi Kit,

The lab work hasn't been completed yet. For samples taken in the fall, they run way behind because that is when all of the agencies and most other folks do this type of work. It may be several months out, still. (I think DOGM is well aware of this lag because it happens to the other mines, too.)

All's well with me though with the air quality here in Salt Lake these last few days, it's one of the periods when I miss Carbon County! Hope all's well with you, too.

Karla

From: Kit Pappas [<mailto:kit@emerytelcom.net>]
Sent: Tuesday, January 08, 2013 11:49 AM
To: Karla Knoop
Subject: HORIZON MACROINVERTEBRATE STUDY

Hi Karla, hope the new year finds you well. I was wondering if the Macroinvertebrate study done on Beaver Creek was completed, or if you needed anything from us. Please let me know.

Thanks,

Kit

John C. (Kit) Pappas
America West Resources, Hidden Splendor Resources
Manager of Engineering & Environmental Services
3266 South 125 West, Price, Utah 84501
Phone: 435-636-0820 Fax: 435-636-0817
Cell: 435-650-7339
kit@emerytelcom.net
kit@americacoal.com

No virus found in this message.
Checked by AVG - www.avg.com
Version: 2013.0.2805 / Virus Database: 2637/6018 - Release Date: 01/08/13

No virus found in this message.
Checked by AVG - www.avg.com
Version: 2013.0.2805 / Virus Database: 2637/6018 - Release Date: 01/08/13

**HORIZON MINE DISCHARGE
FOR 2012**

<u>DATE</u>	<u>GALLONS PUMPED</u>	<u>MINUTES</u>	<u>AVG. G.P.M.</u>	
1/1/2012				
1/31/2012	10,166,210	44,640	227.74	
2/28/2012	9,337,420	40,320	231.58	
3/31/2012	8,016,880	44,640	179.59	
4/30/2012	10,946,700	43,200	253.40	
5/31/2012	10,416,820	44,640	233.35	
6/30/2012	12,657,200	43,200	292.99	
7/31/2012	9,623,240	44,640	215.57	
8/31/2012	7,122,080	44,640	159.54	
9/30/2012	6,114,260	43,200	141.53	
10/31/2012	4,242,100	44,640	95.03	
11/30/2012	4,012,070	43,200	92.87	
12/31/2012	3,226,100	44,640	72.27	
<u>TOTAL GALS.</u>			<u>MINUTES</u>	<u>AVG. G.P.M.</u>
95,881,080			525,600	182.4221461

IMPOUNDMENT INSPECTION AND CERTIFIED REPORT		Page 1 of 1
Permit Number	C/007/020	Report Date: 2-21-2012
Mine Name	Horizon	
Company Name	Hidden Splendor Resources, Inc.	
Impoundment Identification	Impoundment Number	001
	UPDES Permit Number	UTG040019
IMPOUNDMENT INSPECTION		
Date of Inspection	2-21-2012	
Inspected By	Kit Pappas	
Reason for Inspection <small>(Annual, Quarterly or Other Periodic Inspection, Critical Installation, or Completion of Construction)</small>	Quarterly Inspection	
<p>1. Describe any appearance of any instability, structural weakness, or any other hazardous condition. No signs of instability noted at this incised pond. There is no evidence of slumping in the pond or on the embankment. No hazardous conditions were noted.</p>		
Required for an impoundment which functions as a SEDIMENTATION POND.	<p>2. Sediment storage capacity, including elevation of 60% and 100% sediment storage volumes, and, estimated average elevation of existing sediment. 60% Sediment Storage – 7566.9 100 % Sediment Storage – 7569.8 Estimated Sediment Elevation – 7560.7</p>	
	<p>3. Principle and emergency spillway elevations. Spillway Elevation - 7573.9 Feet</p>	
	<p>4. Field Information Pond was frozen and ice covered. The pond was not discharging at the time of inspection. The inlets and outlet were stable.</p>	

IMPOUNDMENT INSPECTION AND CERTIFIED REPORT		Page 1 of 1
Permit Number	C/007/020	Report Date: 6-27-2012
Mine Name	Horizon	
Company Name	Hidden Splendor Resources, Inc.	
Impoundment Identification	Impoundment Number	001
	UPDES Permit Number	UTG040019
IMPOUNDMENT INSPECTION		
Date of Inspection	6-27-2012	
Inspected By	Kit Pappas	
Reason for Inspection <small>(Annual, Quarterly or Other Periodic Inspection, Critical Installation, or Completion of Construction)</small>	Quarterly Inspection	
<p>1. Describe any appearance of any instability, structural weakness, or any other hazardous condition. No signs of instability noted at this incised pond. There is no evidence of slumping in the pond or on the embankment. No hazardous conditions were noted.</p>		
Required for an impoundment which functions as a SEDIMENTATION POND.	<p>2. Sediment storage capacity, including elevation of 60% and 100% sediment storage volumes, and, estimated average elevation of existing sediment. 60% Sediment Storage – 7566.9 100 % Sediment Storage – 7569.8 Estimated Sediment Elevation – 7560.7</p>	
	<p>3. Principle and emergency spillway elevations. Spillway Elevation - 7573.9 Feet</p>	
	<p>4. Field Information Some amount of water in pond. A peninsula extends into to pond from mid-way on the south-west side of the pond. The pond is scheduled to be cleaned as soon as practical. The pond was not discharging at the time of inspection. The inlets and outlet were stable.</p>	

IMPOUNDMENT INSPECTION AND CERTIFIED REPORT			Page 1 of 1
Permit Number	C/007/020	Report Date:	9-20-2012
Mine Name	Horizon		
Company Name	Hidden Splendor Resources, Inc.		
Impoundment Identification	Impoundment Number	001	
	UPDES Permit Number	UTG040019	

IMPOUNDMENT INSPECTION

Date of Inspection	9-20-2012		
Inspected By	Kit Pappas		
Reason for Inspection <small>(Annual, Quarterly or Other Periodic Inspection, Critical Installation, or Completion of Construction)</small>	Quarterly & Annual Inspection		

1. Describe any appearance of any instability, structural weakness, or any other hazardous condition.
 No signs of instability noted at this incised pond. There is no evidence of slumping in the pond or on the embankment. No hazardous conditions were noted.

Required for an impoundment which functions as a SEDIMENTATION POND.

2. Sediment storage capacity, including elevation of 60% and 100% sediment storage volumes, and, estimated average elevation of existing sediment.
 60% Sediment Storage – 7566.9
 100 % Sediment Storage – 7569.8
 Estimated Sediment Elevation – 7561.4

3. Principle and emergency spillway elevations.
 Spillway Elevation - 7573.9 Feet

4. Field Information
 Some amount of water in pond. A survey indicated that the peninsula referred to in the 2nd Quarter Inspection Report, if spread over the entire pond, would not constitute the need for cleanout at this time. The pond may need to be cleaned next spring or summer.
 The pond was not discharging at the time of inspection. The inlets and outlet were stable.



IMPOUNDMENT INSPECTION AND CERTIFIED REPORT		Page 1 of 1
Permit Number	C/007/020	Report Date: 10-22-2012
Mine Name	Horizon	
Company Name	Hidden Splendor Resources, Inc.	
Impoundment Identification	Impoundment Number	001
	UPDES Permit Number	UTG040019
IMPOUNDMENT INSPECTION		
Date of Inspection	10-22-2012	
Inspected By	Kit Pappas	
Reason for Inspection (Annual, Quarterly or Other Periodic Inspection, Critical Installation, or Completion of Construction)	Quarterly	
<p>1. Describe any appearance of any instability, structural weakness, or any other hazardous condition. No signs of instability noted at this incised pond. There is no evidence of slumping in the pond or on the embankment. No hazardous conditions were noted.</p>		
Required for an impoundment which functions as a SEDIMENTATION POND.	<p>2. Sediment storage capacity, including elevation of 60% and 100% sediment storage volumes, and, estimated average elevation of existing sediment.</p> 60% Sediment Storage – 7566.9 100 % Sediment Storage – 7569.8 Estimated Sediment Elevation – 7561.4	
	<p>3. Principle and emergency spillway elevations.</p> Spillway Elevation - 7573.9 Feet	
	<p>4. Field Information</p> Some water in pond. Pond was frozen over. The pond was not discharging at the time of inspection. The inlets and outlet were stable.	