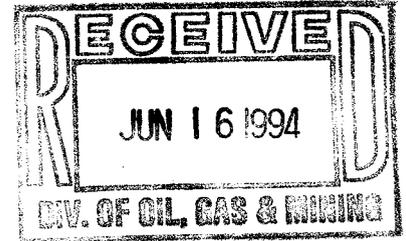


Steven K. Tanner
P.O. Box 146-G3
Helper, Utah 84526



June 3, 1994

Mr. Lowell P. Braxton
Assistant Director
Utah Division of Oil, Gas & Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

Re: Blazon Mine INA/007/021, Carbon County, Utah

Dear Mr. Braxton:

As per Mr. James W. Carter, Division Director's September 15, 1993 letter, stating the \$38,000 may be insufficient to completely reclaim the site, and that recent rule changes may allow the Division to utilize funds from the Abandoned Mine Program to reclaim the Blazon site, are both correct. Another construction season is here and the Divisional decision to seal the abandoned well is not an acceptable answer to the solution of the continued depletion of the remaining funds of the **BOND**.

I have conversed with both Ms. Luci Malan and Mr. Dave Donnelly of AML about our position is the matters of the Scope of Work leading up to and including real "As Built" drawings, final design for total reclamation of the effected area. Anything short of this will be totally unacceptable.

Again it is requested by the Land Owners to have the Division address the issues listed below;

Total Reclamation Plan

- 1) As Built Drawings Within the Disturbed Area Boundary

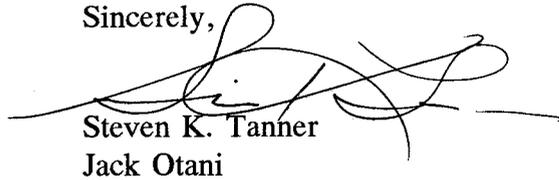
- 2) Mass balance
- 3) Revegetation Plan
- 4) Well Protection
- 5) Sewage System Removal
- 6) Reclamation Scope
- 7) Reclamation Schedule

With this, the Land Owners will insist on approving all aspects of the Reclamation Plan.

Should an irrefutable effort not be made by Division to satisfy the ongoing requests of the Land Owners by June 30, 1994, our only recourse will be to bring this before the Board for a complete review.

If you have any questions, call me at (801) 637-5986.

Sincerely,



Steven K. Tanner
Jack Otani