

July 20, 2006

Dennis Ware, Controller
Castle Gate Holding Company
P.O. Box 30
Helper, Utah 84526-0030

Subject: Clarification of Bond Amounts for Willow Creek Mine, Willow Creek Mine, Plateau Mining Corporation, C/007/0038, Outgoing File

Dear Mr. Ware:

This letter is to clarify the bond amounts for the Willow Creek Mine. The Phase I bond releases for Gravel Canyon at the Willow Creek Mine was \$95,400 and was approved on March 20, 2006. The bond release for the Phase III bond release at the Willow Creek Mmine facilities was \$2,925,790 and Phase I bond release for the overland conveyor corridor was \$434,699 and conditionally approved on July 6, 2006.

The bond amount for the Willow Creek Mine bond is \$7, 866,000. The amount remaining after the above-mentioned bond amounts are released is \$4,410,111 from the Travelers Casualty and Surety Insurance Company bond #104329367.

If you have any questions, please call me.

Sincerely,

Pamela Grubaugh-Littig
Permit Supervisor

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