

CERTIFIED MAIL
RETURN RECEIPT REQUESTED

September 20, 1994

Mr. Daron R. Haddock, Permit Supervisor
Ms. Pamela Grubaugh-Littig, Permit Supervisor
Utah Division of Oil, Gas & Mining
3 Triad Center, Suite 350
Salt Lake City, UT 84180-1203

RE: J.B. KING MINE ACT/015/002 - DISPOSITION OF EXISTING FACILITIES FOLLOWING WSMC'S RECLAMATION RESPONSIBILITY

Copy to file #2; Daron, Pam;

Dear Daron and Pamela:

During meetings with Division staff (DOGM) in December, 1993 and January, 1994; it was implied that the operator of the J.B. King reclaimed minesite, Western States Minerals Corporation (WSMC), should work out an agreement with the landowner, State of Utah - Trust Lands Administration, concerning issues associated with the post reclamation land use and maintenance at the J.B. King reclaimed minesite. The two (2) issues specifically identified were the disposition of existing on-site facilities during the post reclamation phase of the project as follows:

- 1) The sediment impoundment facility, and...
- 2) The perimeter range fence.

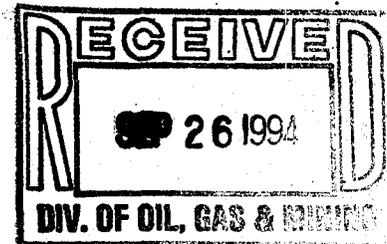
The attached letters document the request made to the State of Utah, Trust Land Manager and his affirmative response to that request.

These two (2) items will therefore be incorporated into future J.B. King Reclamation Plan permit modifications/amendments.

If you have any questions, or want to provide me with assistance for writing these permit modifications/amendments, please call me at your convenience.

Sincerely,

E.M. (Buzz) Gerick
V.P. Operations



August 17, 1994

Mr. Jan Parmenter, Trust Land Mgr.
Utah Division of State Lands & Forestry
Southeastern Area Office
89 East Center Street
Moab, UT 84532

RE: J.B. KING RECLAIMED MINESITE - POST RECLAMATION LAND USE AND
MAINTENANCE

Dear Mr. Parmenter:

I telephoned you on January 25, 1994 and personally came by your office and introduced myself on May 4, 1994. The purpose of both occasions were to request that you please give consideration to two requests concerning the post reclamation land use and maintenance at the J.B. King reclaimed minesite located in Emery Co., Utah or more specifically identified as follows:

Those lands or portions thereof located
in SE 1/4 NW 1/4, SW 1/4 NW 1/4, and
NE 1/4 SW 1/4 Section 32 T.23S, R6E
SLB&M.

Those two requests that I need your concurrence on are as follows:

1) Western States Minerals Corporation (WSMC) believes that the existing sediment impoundment facility would be a benefit to the land in the post reclamation phase (i.e. in support of wildlife habitat and rangeland grazing). It normally collects and holds some water through parts of the year. It is built below ground level, so limited to no maintenance is required to keep it in acceptable operating condition.

2) In addition, there is presently a range fence (barbed wire) around the reclaimed area boundary to prevent cattle from coming onto the property. This could be used later on, to control cattle grazing on the property. Again, I believe this would be to the State's benefit to have this structure remain after WSMC's reclamation responsibility ends.

Mr. Parmenter
August 18, 1994
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I would appreciate your careful consideration of allowing WSMC to leave these two facilities in place at the site (obviously both would be in good working order upon release) after WSMC's reclamation responsibility ends.

Thank you for your consideration of this request. If you have any questions concerning this letter, please call me at your convenience.

Sincerely,



E.M. (Buzz) Gerick
V.P. Operations

cc: Ms. Pam Grubaugh-Littig UDOGM
J.B. King file



Michael O. Leavitt
Governor

Scott Hirschi
Director

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State of Utah

School and Institutional
Trust Lands Administration

Southeastern Area Office
1165 South Highway 191, Ste 5
Moab, UT 84532
Phone: 801 259-3760
Fax: 801 259-3755

September 14, 1994

E.M. Buzz Gerick
Western States Minerals Corp.
250 S. Rock Blvd., Suite 130
Reno, NV 89502

RE: JB King Minesite - Post Reclamation Maintenance

Dear Mr. Gerick:

I concur with your request to leave both reclamation facilities in place. Both facilities will enhance grazing practices on the rangeland for this area.

Should you have any questions or concerns, please feel free to contact our office in Moab at (801) 259-3760.

Sincerely,

Jan Parmenter
Trust Land Manager