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INCOMING
00150018
cc: Daron H.



FAX TRANSMITTAL MEMO

Date 12/29/03

PLEASE DELIVER TELECOPY TO: Daron Haddock

LOCATION: DOG M - SLC

FROM: Dennis Oakley

NUMBER OF PAGES, INCLUDING THIS PAGE: 2

COMMENTS: _____

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DEC 29 2003

Huntington Office:
(435) 687-9821
Fax (435) 687-2695
Purchasing Fax (435) 687-9092

Deer Creek Mine:
(435) 687-2317
Fax (435) 687-2285

Trail Mountain Mine:
(435) 748-2140
Fax (435) 748-5125

Deer Creek Mine C/015/018

Bond Amount

Revised January 2003

Bonding Calculations
Deer Creek Mine

Direct Costs

Subtotal Demolition	\$817,369.00
Subtotal Backfilling and Grading	\$777,411.00
Subtotal Revegetation	\$238,516.00
Direct Costs	\$1,833,296.00

Indirect Costs

Mob/Demob	\$183,330.00	10.0%
Contingency	\$91,665.00	5.0%
Engineering Redesign	\$45,832.00	2.5%
Main Office Expense	\$124,664.00	6.8%
Project Maignement Fee	\$45,832.00	2.5%
Subtotal Indirect Costs	\$491,323.00	26.8%

Total Cost in 2003 Dollars \$2,324,619.00

Escalation factor 0.0282
 Number of years 2
 Escalation \$132,957.00

Reclamation Cost 2005 \$2,457,576.00

Bond Amount (rounded to nearest \$1,000) \$2,458,000.00

INCORPORATED

JAN 14 2003

DIV OF OIL GAS & MINING