



Dana Dean <danadean@utah.gov>

Fwd: BOND -- STATUS

Kyle Edwards <KEdwards@bowierefinedcoal.com>
To: "danadean@utah.gov" <danadean@utah.gov>

Fri, Jun 9, 2017 at 3:09 PM

Sent from my iPhone

Begin forwarded message:

From: David Norris <DNorris@bowieresources.com>
Date: June 9, 2017 at 3:06:41 PM MDT
To: Kyle Edwards <KEdwards@bowierefinedcoal.com>
Cc: Jim Wolff <JWolff@bowieresources.com>
Subject: BOND -- STATUS

Good afternoon, Kyle. As we discussed, I have been in touch with our contact at the company we use to obtain bonds. Our contact's name is Bill Precious and his company is Smith-Manus, located here in Louisville.

Smith-Manus does not actually write the bonds themselves; instead, they use another company which will actually prepare the bond. That company's name is Lexon, out of Lexington, KY. Mr. Precious told me today that he contacted Lexon and gave them the information we had provided to him earlier this week related to the amount (not quite \$700,000) of the bond we are seeking along with the pertinent physical location information of the Deer Creek site. Lexon is in the process of going through its "due diligence" work with respect to the bond being requested. Apparently, they are in the middle of that process, so we do not have an answer yet re: the bond. Mr. Precious said that Smith-Manus may also investigate using another company to provide this particular bond, to compare prices, if nothing else. That may also put a slight delay in obtaining the bond we are seeking.

Kyle, that is all I know about the status of the bond we need, as of this afternoon. If you have any questions, please let me know.

Take care. We'll talk about this later, I'm sure.

Dave Norris