FORM MRAR-SMO
(Revised 1/2015)

Rec'd by email 1/22/2016

UTAH DEPARTMENT OF NATURAL RESOURCES - DIVISION OF OIL, GAS AND MINING
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SMALL MINING OPERATIONS PROGRESS REPORT
January 1, _2015____ to December 31, _2015___

The information required in this form is based on provisions of the Mined Land Reclamation Act, Title 408, and the R647 rules under the Utah Minerals Regulatory Program. It is due January 31 of each year. Attach additional pages as needed.

1. Mine Permit Number: *M010058*

2. Mine Name: RED EMERALD MINE

3. Name of Operator/Permittee: RED EMERALD INC.
   Note: If Operator's address, company representative and/or phone number have changed, submit replacement page(s) for the Notice of Intention together with form MR-REV available on the Division's web page at https://fs.ogm.utah.gov/pub/MINES/Minerals_Related/FORMS/MR-REV.pdf.

4. Report the gross amount of ore or product mined and waste moved.

   Gross ore or product mined 0 (amount) _____ (unit)

   Waste material moved 0 (amount) _____ (unit)

   Primary Commodities Produced GEM STONES

5. Total disturbed area from previous reporting year 6 Acres
   New disturbance created during current reporting year _____ Acres
   Total disturbed area at the end of this reporting year 6 *

   * The total disturbed area includes reporting year and previous year disturbances minus areas of regrading and reseeding that have received approval for bond release. The **Total** area should not be greater than the permitted/bonded acreage.

6. Areas of reclamation eligible for bond release
   Areas regraded during the year (-) 0 Acres**
   Areas reseeded during the year (-) 0 Acres**

   ** To apply for full or partial bond/site release submit form MR-SITE available at the Divisions web page at https://fs.ogm.utah.gov/pub/MINES/Minerals_Related/FORMS/MR-SITE.pdf.

7. Briefly describe reclamation work performed during current reporting year. If there was no production shown in Line 4, describe any maintenance work conducted that required earthmoving equipment. Include an updated map depicting surface disturbance and reclamation performed during the year and any updates to the operation plan.
   NONE

I hereby certify the information provided in this report is true and correct to the best of my knowledge and belief.

Name (Typed or Print): RICHARD K. TURNER

Title of Operator: SECRETARY/ TREASURER

Signature of Operator: _____

Date: 01-29/16