S/001/060

JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

August 26, 2005

Mark Dotson
Western Utah Copper Company
1208 South 200 West
P.O. Box 492
Milford, Utah 84751

Subject: **Second Notice - Delinquent Permit Fees - Further Mining is Suspended**

Dear Mr. Dotson:

The Division has not received the annual permit fee payment(s) for the 2005 fiscal year, which were due on or before July 29, 2005 (see R647-2-101.6, R647-3-1-1.7, and R647-4-101.5). Non-payment of permit fees is a violation of the Minerals Regulatory Program and suspends an operator's authorization to conduct exploration or mining operations. **YOUR AUTHORIZATION TO CONDUCT EXPLORATION OR MINING ACTIVITIES IS SUSPENDED, UNTIL THIS BILLING REQUIREMENT IS RESOLVED.** Permit fees are required until the site has been fully released in writing by the Division.

We have enclosed a "*Delinquency Notice*" billing statement along with this letter. Please return the bottom portion of your billing statement to ensure the payment is posted to the correct account. Operations may resume upon our receipt of the required fees. ***If you have already sent in your payment, please accept our thanks and disregard this notice.***

The Division will allow you until September 9, 2005 to pay the delinquent permit fees before issuing a Notice of Violation for non-payment, which will carry a fine and penalty. Continuing mining activities before the fee is paid will result in a Cessation Order which carries a separate fine and penalty. Please be advised that fines and penalties are assessed for each separate violation.

We hope to avoid taking any enforcement action regarding the fee payments. Please: 1) submit your payment by September 9, 2005; 2) check the box, **if the site is fully reclaimed and revegetated**, thereby requesting a site inspection to close the file; or 3) contact me immediately at (801) 538-5358 or Joelle Burns at (801) 538-5291.

Sincerely,

Dana A. Haddock

for Susan M. White
Mining Program Coordinator
Minerals Regulatory Program

SMW:jb
Enclosure: Delinquency Notice
O:\FEES\fees - 2005\fees-unpaid-susp-template.doc

1594 West North Temple, Suite 1210, PO Box 145801, Salt Lake City, UT 84114-5801
telephone (801) 538-5340 • facsimile (801) 359-3940 • TTY (801) 538-7458 • *www.ogm.utah.gov*

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State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple, Suite 1210
PO Box 145801
Salt Lake City, Utah 84114-5801
801-538-5340
801-359-3940 (Fax)
801-538-7223 (TDD)

WESTERN UTAH COPPER COMPANY
1208 S 200 W
PO BOX 492
MILFORD UT 84751

ATTENTION: MARK DOTSON

DELINQUENCY NOTICE

Annual Permit Fees (July 2004 thru June 2005)

PROJECT NAME	PROJECT ID	ACRES	BILLING DATE
MIDVALE PLACER-CACTUS TUNNEL	S010060	NA	06/28/2005

PERMIT TYPE	PROJECT STATUS	ANNUAL FEE
SMALL MINING OPERATION < 5 ACRES	INACTIVE	$ 150

DUE DATE	AMOUNT DUE
09/09/2005	$ 150

Please see enclosed instructions for payment.

Please retain this portion for your records. For billing Information call (801) 538-5291

This portion MUST be returned with your payment to ensure proper credit. THANK YOU

ACCOUNT BILLED	PROJECT NAME	PROJECT ID
WESTERN UTAH COPPER COMPANY	MIDVALE PLACER-CACTUS TUNNEL	S010060

DUE DATE	ANNUAL FEE	AMOUNT DUE
09/09/2005	$ 150	$ 150

TAX ID OR SOCIAL SECURITY #

☐ FEE NOT ENCLOSED
Permittee requests an inspection to close out this permit.

Change of Address

Contact _____

Address _____

_____

E-mail address _____

State _____ Zip _____

Phone _____

DIVISION OF OIL GAS AND MINING
1594 WEST NORTH TEMPLE SUITE 1210
PO BOX 145801
SALT LAKE CITY UT 84114-5801

Please make check payable to:
Division of Oil, Gas and Mining

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State of Utah
DEPARTMENT OF NATURAL RESOURCES
Division of Oil, Gas & Mining

MICHAEL R. STYLER
Executive Director
JOHN R. BAZA
Division Director

Supervisor

Inspection Report
Minerals Regulatory Program
September 9, 2005

Mine Name: Midvale-Placer
Operator Name: Mark Dotson
1208 S 200 W
PO Box 492
Milford, Utah 84751
Inspector(s): Tom Munson
Other Participants: Mark Dotson
Mine Status: Never actived

Permit number: S010060
Inspection Date: 8/30/2005
Time: 2:00PM–3:00 PM

Weather: sunny

Elements of Inspection	Evaluated	Comment	Enforcement
1. Permits, Revisions, Transfer, Bonds	☒	☒	☐
2. Public Safety (shafts, adits, trash, signs, highwalls)	☐	☐	☐
3. Protection of Drainages / Erosion Control	☐	☐	☐
4. Deleterious Material	☐	☐	☐
5. Roads (maintenance, surfacing, dust control, safety)	☐	☐	☐
6. Concurrent Reclamation	☐	☐	☐
7. Backfilling/Grading (trenches, pits, roads, highwalls, shafts, drill holes)	☐	☐	☐
8. Water Impoundments	☐	☐	☐
9. Soils	☐	☐	☐
10. Revegetation	☐	☐	☐
11. Air Quality	☐	☐	☐
12. Other	☐	☐	☐

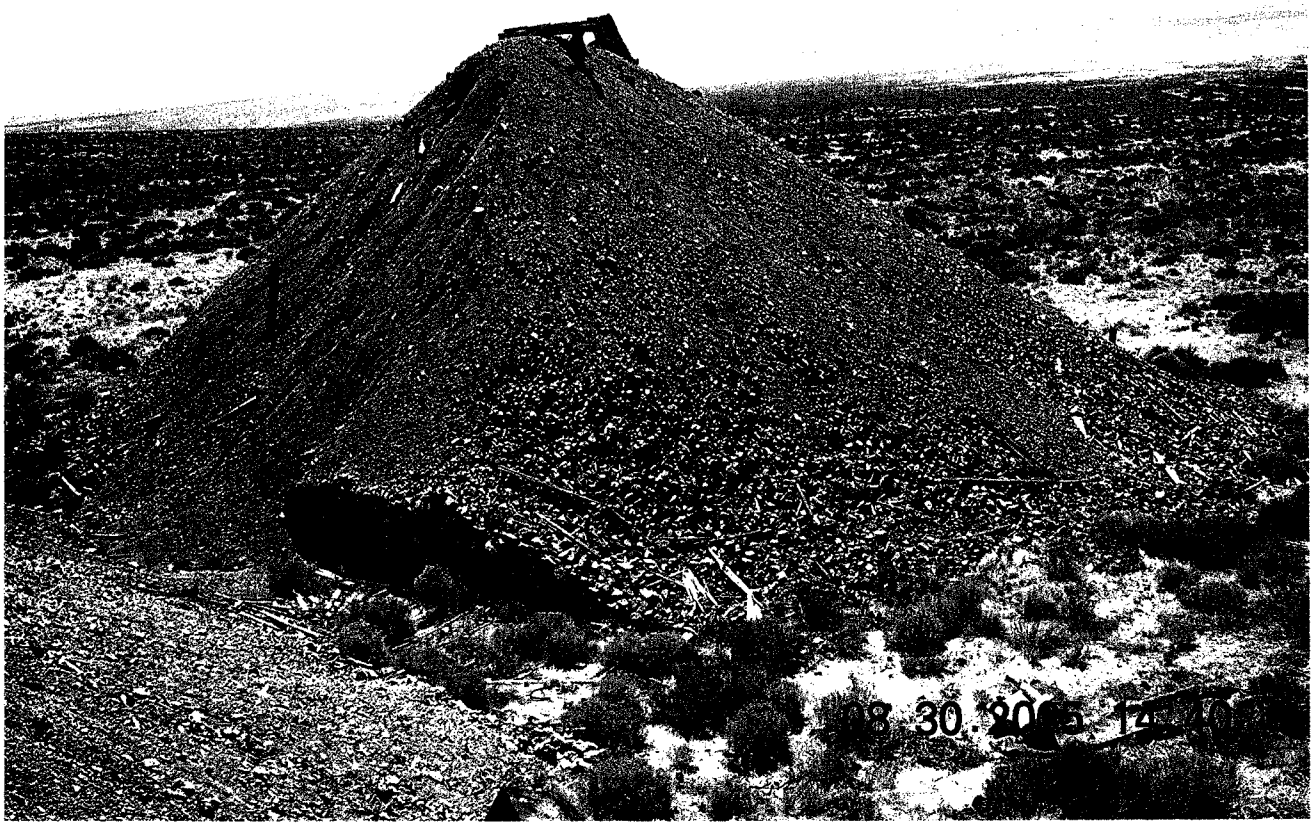
Purpose of Inspection: The purpose of this inspection was to inspect the site and determine if any disturbance had been created, so the file can be closed as requested.
Inspection Summary: We inspected the site and it was determined that the site was never disturbed"post law".

Conclusions and Recommendations: The site be closed.

Inspector's Signature Tom Munson **Date:** 9/15/05

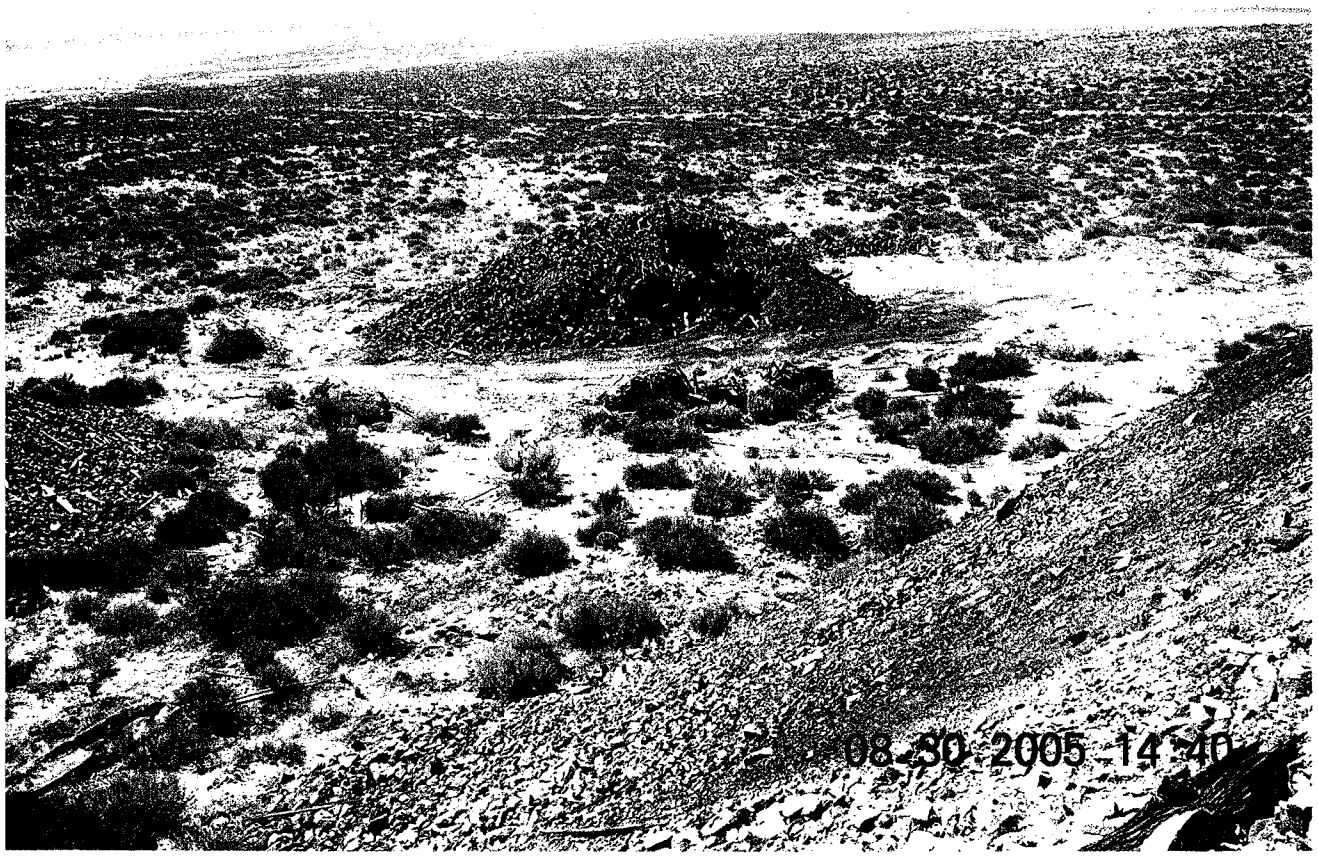
Directions to Site: The site is accessed by traveling West on Highway 21 out of Milford and after passing the San Francisco mountains, approximately two miles you turn north on a dirt road and travel along this road for 2 miles before you turn back East.

tm:jb
cc: Western Utah Copper
Attachment: Photos



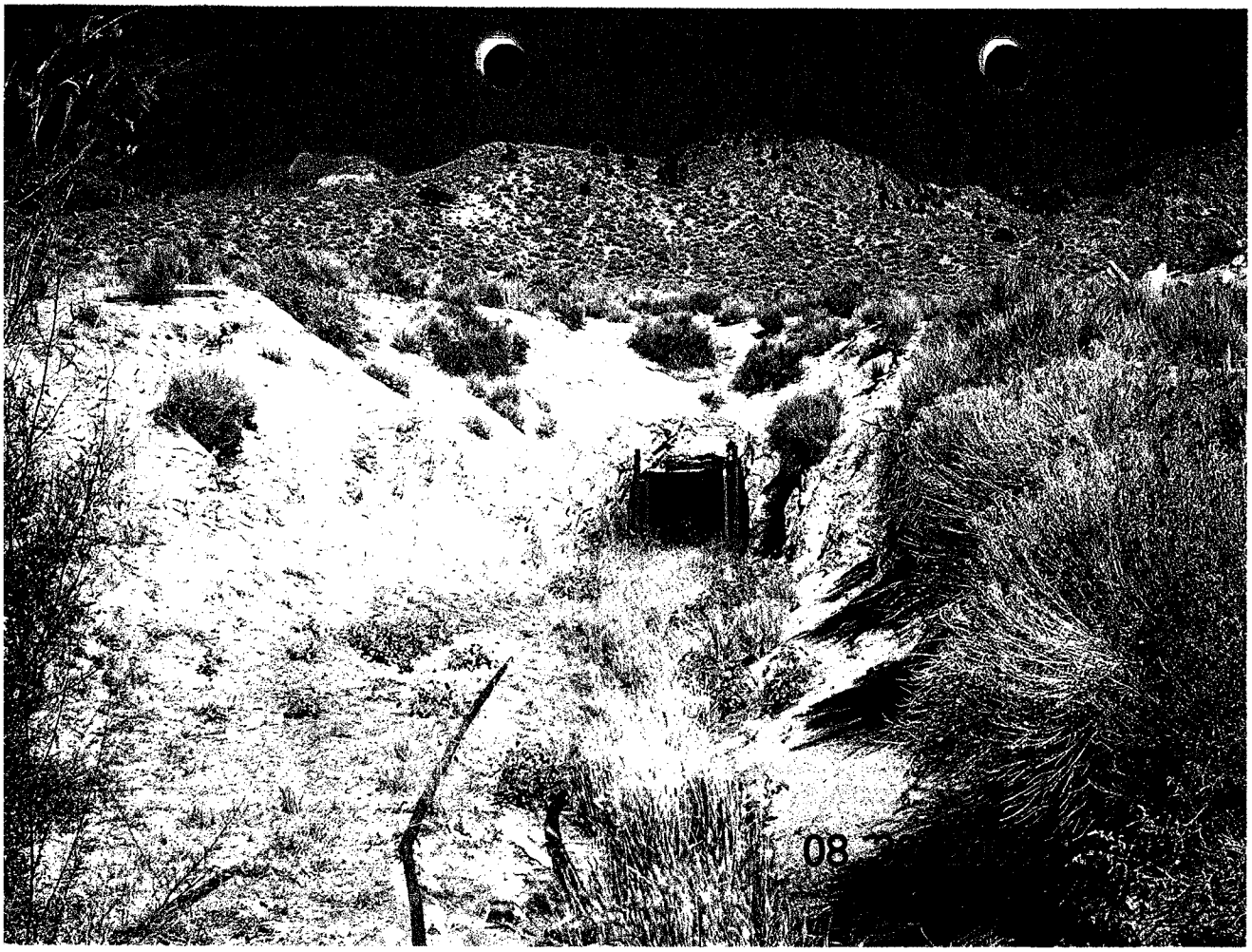
S010060 CACTUS MINE DUMP
HISTORIC

DISTURBANCE CREATED
PRE-MINING LAW



S010060

HISTORIC DUMP
CACTUS



S010060

CACTUS MINE PORTAL
HISTORIC
AREA WERE MINE
WAS TO BE ACCESSE
THERE IS WATER
DISCHARGING FROM
THE MINE.