S/001/0063
CC: Tom

FORM MR-AR
(Revised 12/2009)

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STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940

SMALL MINING OPERATIONS 2009 PROGRESS REPORT
January 1, 2009 to December 31, 2009

The information required in this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, and the rules as under the Utah Minerals Regulatory Program.

1. Mine Permit Number: 9010063
2. Mine Name: Sandy Wash 4
3. Name of Operator/Permittee: Sandy Nell

   Note: If Operator's address, company representative or phone number have changed, please provide a replacement page 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-SMO_EXP.pdf.

4. Mine Location: 17mi west / MILFORD Ut.
5. Report the gross amount of ore mined and waste moved, as well as the current disposition of the material (sold, stockpiled, regraded, etc.):

   Gross Ore Mined 35,000 Tons, or _____ yd^3
   Waste Material Moved 0 Tons, or _____ yd^3
   New Disturbance 0 Acres during 2009
   Area Reclaimed 3acres Acres during 2009
   Total Disturbed Area 2acres Acres*
   *Total life of mine disturbance to the end of 2009.
   Was the ore shipped off site? If not, where is the ore located? yes

   Where is the waste located? 0 waste

6. Briefly describe the reclamation work performed during the past year. A map showing reclaimed areas and dates is suggested. (Submit form MR-SITE (https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-SITE.pdf) for an application for full or partial bond/site release).
   top soil replaced 2'-3' / Reseeded / as ped (Ed Genevous BLM) has been inspected & appoves

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

Name (Typed or Print): Sandy Nell
Title of Operator: President
Signature of Operator: Sandy Nell
Date: 12-29-09

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RECEIVED
JAN 13 2010
DIV. OF OIL, GAS & MINING

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