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April 8, 2003

D. WAYNE HEDBERG, (Permit Supervisor)
STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISON OF OIL GAS, AND MINING
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, UT. 84114-5801

Dear Wayne,

I am enclosing the Annual Report for Year 2002 on Blue Castle, and Black Knight per your request. However I just wanted to let you know this is the first request I have received. I am enclosing a copy of the prior letter that I received back on December 2002, which requested Information for the Black Butte Mine along with a blank form to complete, which I did so and returned on 1-23-03. I don't have blank forms to complete each year, so I rely on my request from your office along with a new batch of blank forms each year. In the years prior, I have always received a letter of request along with blank forms, just as this last one was sent.

I do apologize for any misunderstanding this has caused and in the future I will remit new Annual Reports for each mine site. I have made extra blank copies of the form that needs to be filled out so this doesn't happen again.

Again, please except my apology.

Best regards,

Lynda Z. Poloni

Lynda Z. Poloni, (Office Manager)
GOLDTERRA, INC.

LZP

Enclosures: 2002 Annual Reports for M150077 (Blue Castle), S150078 (Black Knight), and copy of last years letter request.

RECEIVED
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DIV. OF OIL, GAS & MINING

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