State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor

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Executive Director

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December 16, 1996

CERTIFIED RETURN RECEIPT
P 074 976 562

Kristee Wittrig
Nuclear Fuels Services
3945 Holcomb Bridge Road, Suite 202
Norcross, Georgia 30092

Re: Approval of Replacement Reclamation Surety and Permit Transfer, Plateau Resources Ltd. (Plateau), Tony M/Lucky Strike Mine M/017/001, Garfield County, Utah

Dear Ms. Wittrig:

On December 11, 1996, the Board of Oil, Gas and Mining approved of the form and amount of replacement surety posted by Plateau for the Tony M/Lucky Strike Mine. The formal Board Order acknowledging this acceptance was issued on December 13, 1996. Board approval of the reclamation surety allows the Division to formally accept the transfer of the mining and reclamation plan (permit) from Nuclear Fuels Services to Plateau. By this letter the Division formally releases Nuclear Fuels Services from further reclamation responsibilities at the Tony M/Lucky Strike Mine as described in the current mining and reclamation plan. Plateau is now the operator of record for this mine.

Enclosed is the original copy of the reclamation surety posted by Nuclear Fuels Services for this site. The Division hereby releases Letter of Credit #' for $148,000 with Nations Bank, N.A., to Nuclear Fuels Services. In addition we have enclosed the following items for your records: (1) the original copy of the old Reclamation Contract, dated 1/25/90, and (2) a copy of the completed and signed Transfer Form.

Thank you for your cooperation and assistance is completing this permitting action. If you have any questions in this regard please contact Wayne Hedberg, or Tony Gallegos here at the Division.

Very truly yours,

James W. Carter
Director

jb
Enclosures: (1) LOC # (2) Old Reclamation Contract, (3) copy of Signed Transfer Form
cc: Nations Bank, N.A., International L/C Department, NC1005-21-01, 121 W. Trade Street, Charlotte, NC 28255
Al Dearth, Plateau Resources Ltd.
Frederick MacDonald, Pruitt, Gushee & Bachtell
Tom Bachtell, Pruitt Gushee & Bachtell
"Buzz" Rakow, BLM Henry Mtn. RA
m17-01.nfs