Copies to
S/017/035 ✓
S/017/046
S/017/043
S/017/045

Martinique Mining Corporation
2784 Jefferson Ave.
Ogden, Utah 84403
Nevada office 775-754-2188
Utah office 801-552-7676

^^*January 25th, 2003*

To : Francis "Buzz" Rakow
BLM - Henry Mountain Field Station
P.O. Box 99
Hanksville, Utah 84734

RECEIVED
MAY 1 2 2005
DIV OF OIL GAS & MINING

From : Kim E. Wilson
President - M.M.C.

Subject : Regulatory Reclamations Bonding estimate for Henry Mt. Project

Mr. Rakow,

As requested, we are submitting our estimated bonding requirements for the Crescent Creek project of the Henry Mountain region. Your file numbers are as follows : UTU 70595, UTU-71615, UTU-71638, UTU-75960, & UTU-75962. I do not know which ID.# goes with what notice we have in your office, so we will break each area down, and follow the calculating sheets provided.

We will start at the lower sites and work our way to the upper properties. Refer to the master map in figure #1 to aid in each sites location.

#1. Is the Milla" Martinique. We have a current notice with your office, and a permit # S17-00-46 With the State D.O.G.M. This site has been under reclamation for some time now as you know and for the purpose of this paperwork will not be included in the bonding procedure . The site will be completely reclaimed early this spring, and ready for inspection.

#2. Gold Queen. DOGM file # S17-00-35. This is a small placer surface mine area we call "Million Dollar Gulch. Our disturbed area encompasses 1. 51 acres, according to the State survey/ inspection last year. Refer to figure # 2. This area has been cleaned of all derelict machinery, and approximately half of the disturbed area is ready for reclamation. The upper permit portion will remain active.

Earth work will be required to groom and reslope the area which includes some old ponds and dikes in the lower portion area. Estimates researched indicate a D-8 Caterpillar rental at Davis - Bacon scale with operator for $95.00 per hour. Estimated time on job - 40 hours. Mobilization fee - $500.00 Re-seeding program - 20 hours at $30.00 p. h. includes seed.

Total for Gold Queen : $4,900.00

RECEIVED
JAN 30 2003
HENRY MOUNTAIN
RESOURCE AREA

 # 3. Crescent Creek / May Day Mill, DOGM file # S17-00-43. This site is our active primary processing area for our upper and lower property mines and ore bodies. At this site we have constructed a small pilot ore testing mill, complete with small crushers, screening plants and concentration capabilities. Our last inspection yielded an acreage disturbance survey, done by the DOGM and labeled figure #3 for this purpose. Within this 2.56 acre disturbed are, our equipment at present may occupy, half or 1.25 acres. The other areas indicated are smoothed gravel areas mostly, and one placer test surface disturbance, located at the southwest corner of the disturbed area. Please refer to figure #4 for a close detail description of this site. Reclamation of this site would include earth work, heavy equipment loading and transports, a final re-slope of the disturbed area and a re- seeding program.

The site is already kept at a minimal disturbance rate and for the past few years has been groomed ever smaller in disturbance due to inactivity.

Reclamation procedure for the site would first include the removal of the existing milling equipments located at the mill, and its immediate surroundings. Estimations of transport trucks to accomplish this would be 3, 40 foot flat bed 18 wheel trucks. The office and maintenance unit is a mobile unit with its own axles and can be towed with a pick-up truck. A 5-yard front end loader would be required to load this equipment onto the transport units. This same 5- yard unit would be suitable to accomplish the desired earthmoving work needed to reclamation the complete site once the equipments and misc. mine parts have been removed. The 5 yard unit would also be suitable for final grooming and smoothing for the finishing re-seeding program. A cost estimate breakdown, has been researched and lists as follows:

(3) 40 foot flatbed transport trucking units, mileage to Price, Utah - $450.00 each - total $1,350.00
(1) 40 foot lowboy transport truck- (with 5-yard loader / mobilization) $550.00.
(1) 5- yard front end loader with operator - (government standard) - $ 85.00 per hour - reclamation project estimated at 40 hours completed, - totaling - $ 3,400.00

Site re-seeding program estimated at 20 hours - at $30.00 per hour (includes seeds) total - $500.00

Total May Day Mill Reclamations cost = $ 5,800.00

Site #4. Barton's Peak / Butler Wash - DOGM # S17-00-45. This site is a mine site which has not been developed as of yet. There is no existing disturbance at the site as the site is perched high atop the Barton's Peak access road. The access road that leads to this visible high grade gold fissure vein was not constructed by Martinique and existed prior to our acquiring the mining claims in the area.

However in our desire to keep this an active permit for a future mine site it would be prudent to include the reclamation of this access road in our submittal for our reclamations boding plan. In order to properly return the land to its original state , a track-hoe could be used for pulling the road base materials from the lower road cut , and returning the materials to a natural re-slope of the existing hillside. Cost breakdown :

Equipment mobilization and transport: $550.00
Track-hoe rental with operator : $95.00 per hour - 20 hours project completion - total = $1,900.00

These figures complete our existing permits or notices. Please refer to the provided calculating worksheet for the final Bonding totals.

Thank you for your time and considerations.

Kim E. Wilson President- CEO Martinique Mining Corporation

	MANPOWER[1]	EQUIPMENT	MATERIALS	TOTAL
D. **STRUCTURE, EQUIPMENT AND FACILITY REMOVAL**	$	$	$	$
E. **SUBTOTAL - OPERATIONAL PROJECT COSTS** (A THROUGH D)	$	$	$	$ 12,600.00
F. **CONTINGENCY**[4]				$ 1260.00
G. **INSURANCE**[5] (ON SITE LIABILITY)				$ 189.00
H. **BOND**[6] (PERFORMANCE AND PAYMENT)				$ 189.00
I. **PROFIT**[7]				$ 1260.00
J. **CONTRACT ADMINISTRATION**[8]				$ 2320.00
K. **GRAND TOTAL** (E THROUGH J)				$ 17,818.00

1. For Federal construction contracts. Davis-Bacon wage rates are required. Wage rates also contain Federal Insurance Corporation of America (FICA), State Industrial Insurance System (SIIS) and other required coverage and benefits covering the workforce. If the quoted hourly rates contain FICA, SIIS, Davis-Bacon wage rates, insurance bond premiums and profits, the operator may sign a statement under penalty of USC 1001, that the above listed rates contain these items and that itemization of these costs are therefore not necessary.

2. Miscellaneous items should be itemized on accompanying worksheets.

3. Calculate and use only when mineral processing activities are involved. Fluid management represents the costs of maintaining proper fluid management to prevent overflow of solution ponds through premature cessation or abandonment of operations. Calculate a six month direct cost estimate which includes power, supplies, equipment, labor and maintenance.

4. A contingency cost is included in the reclamation cost estimation to provide for project uncertainties and unexpected natural events. Calculate the contingency cost as a percentage of the operational project costs as follows: up to and including $500,000, use 10%; over $500,000 to $5 million, use 8%; over $5 million to $50 million, use 6%; and greater than $50 million, use 4%.

5. Insurance premiums are calculated at 1.5% of the total labor costs. Enter the premium amount only on this line.

6. Federal construction contracts exceeding $25,000 require both a performance and a payment bond (Miller Act, 40 USC 270 et *seq.*). Each bond premium is figured at 1.5% of the total project costs. Enter the sum of both premium costs on this line.

7. For Federal construction contracts, use 10% of estimated project costs.

8. For Federal construction contracts, use 18% of project costs for estimates up to and including $1 million. Use 14% of estimated project costs over $1 million to $25 million and 10% of estimated project costs over $25 million.

The source of the equipment cost estimate is (Caterpillar Performance Handbook, contractor's estimate,

MARTINIQUE MINING CORP.
HENRY MTS. PROJECT

FIGURE #. 1

mine sites or milling sites - numbered -

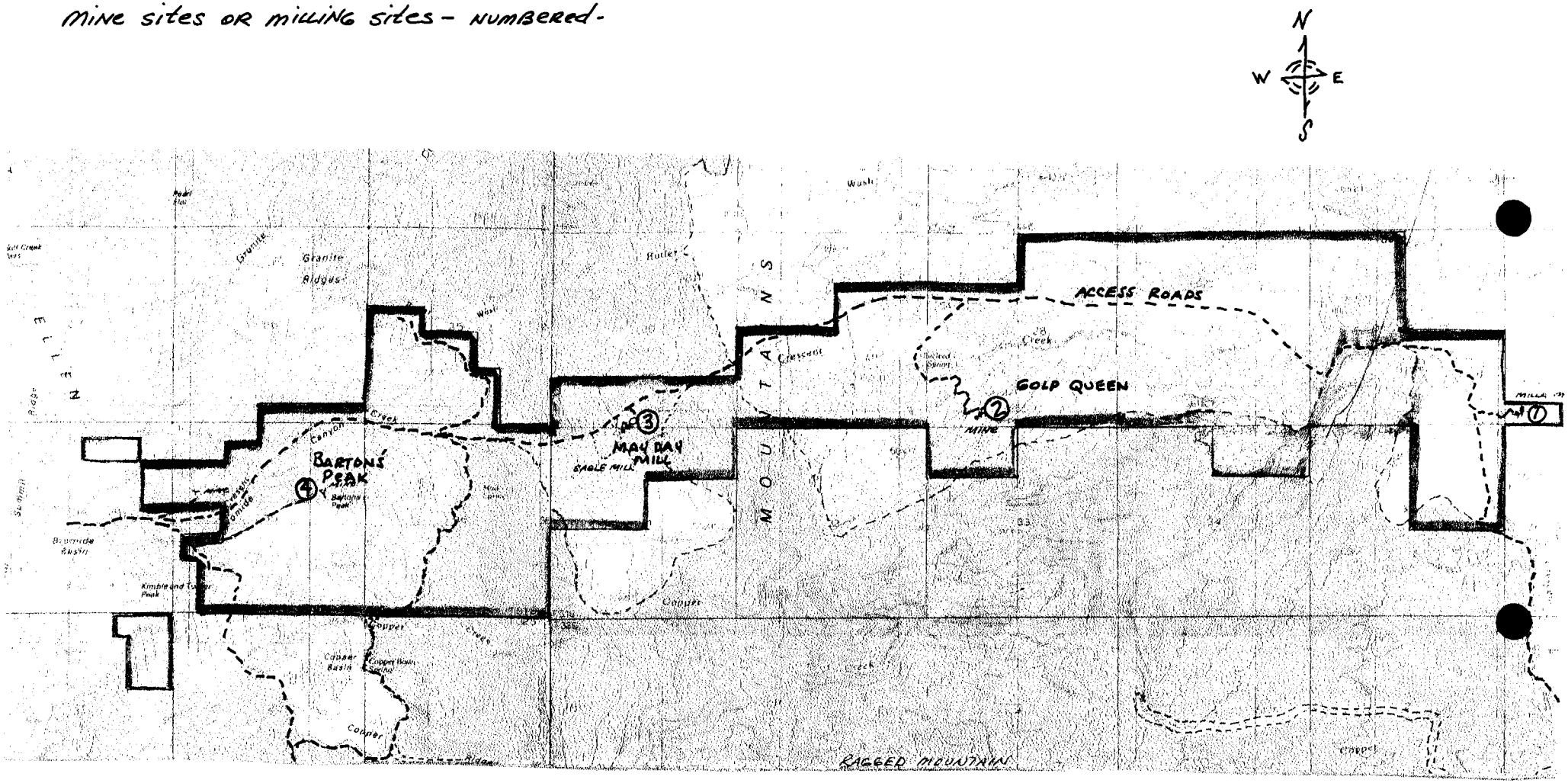
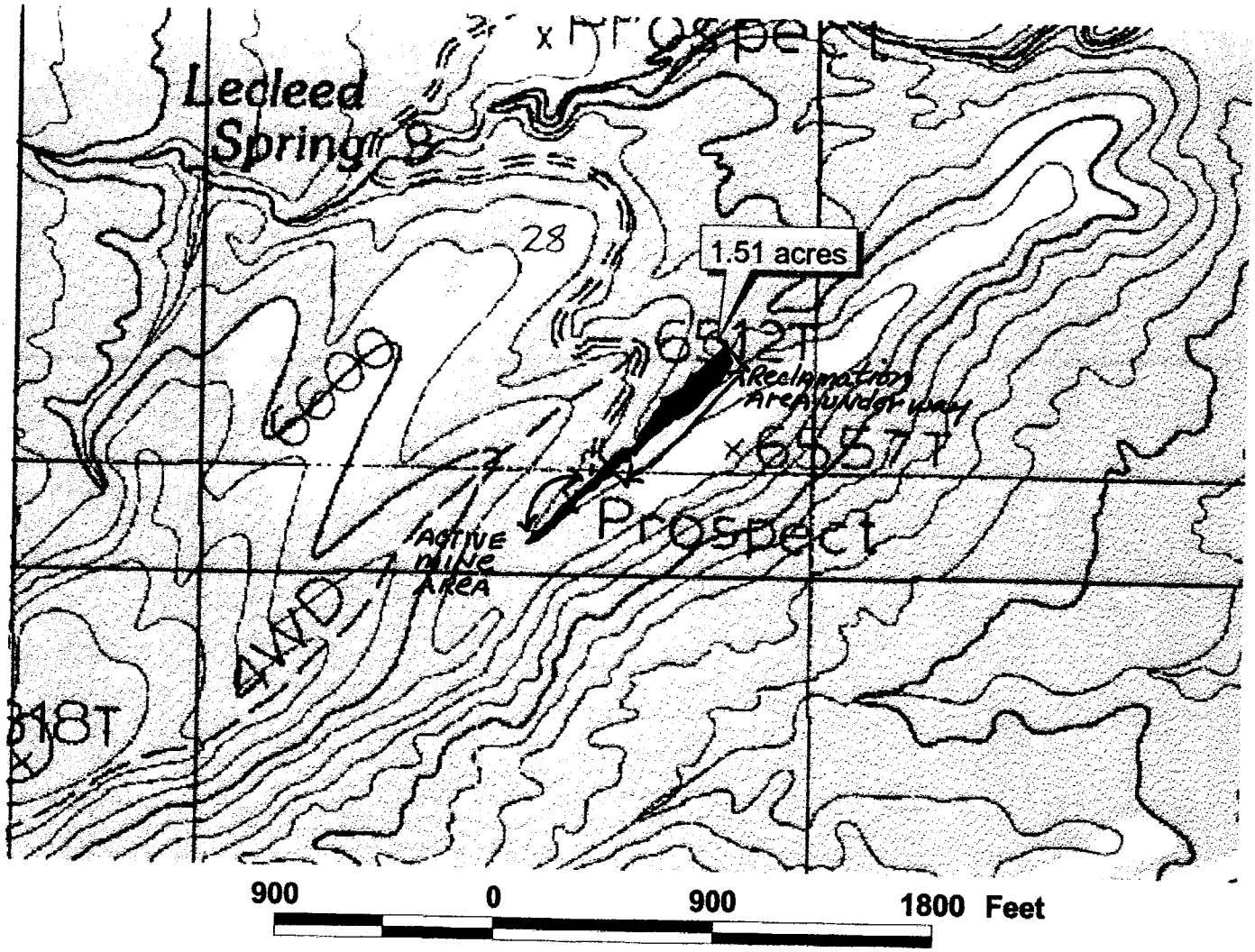


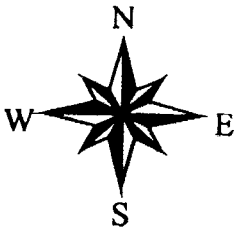
FIGURE # 2

Gold Queen
S017035
Martinque Mining Company



gold queen disturbed area

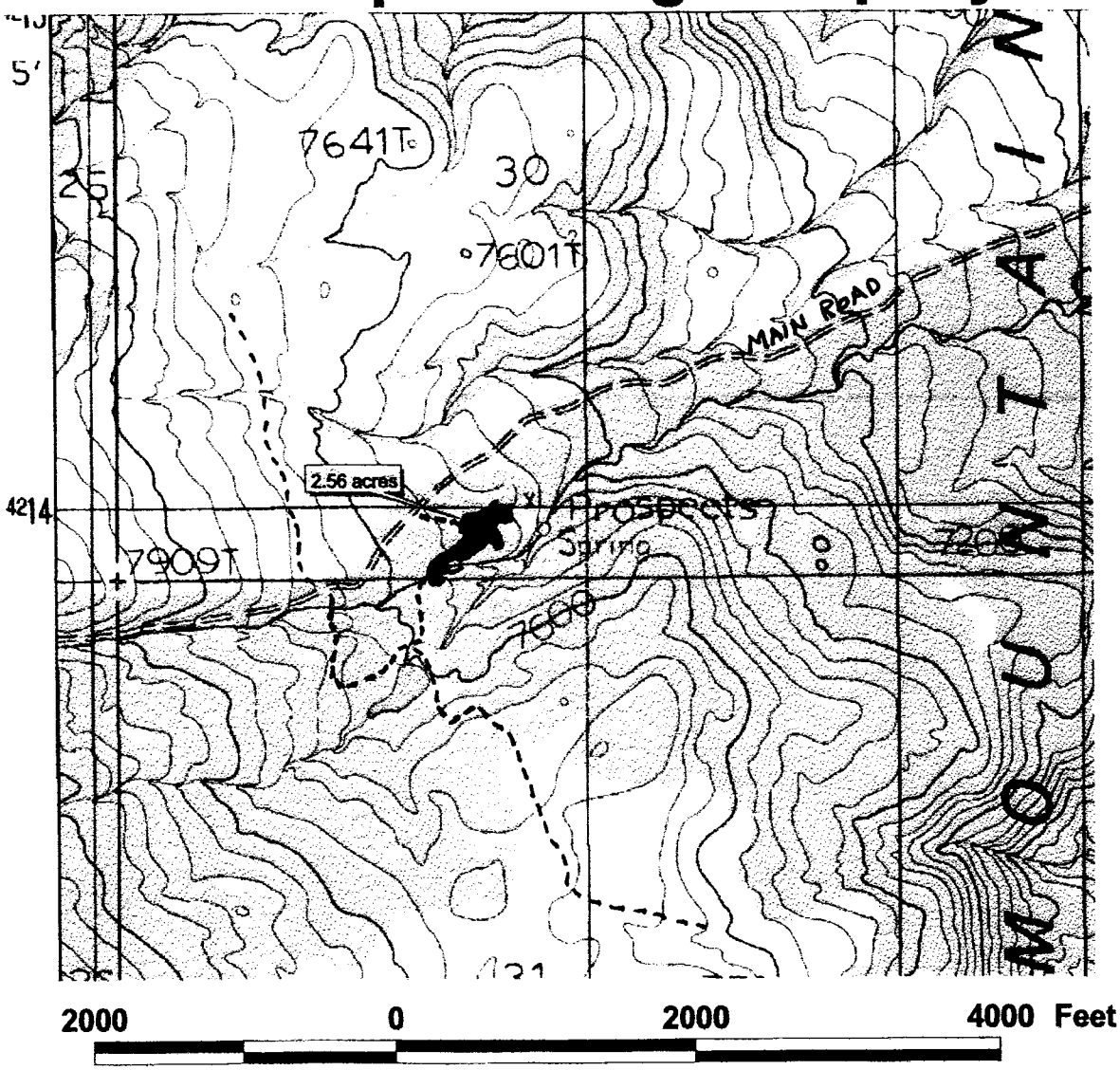
SE 1/4 of
SW1/4, Sec 28, T32S, R11 E
Raggy Mountain Quadrangle



This product may not meet BLM stanadards for accurracy and content. Different data sources and input scales may cause some misalignment of data layers.

FIGURE # 3

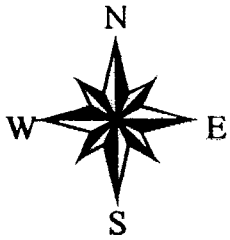
Cresent Creek/ Mayday Mill
S/017/043
Martinque Mining Company



Cresent Creek/Mayday Mill

EXISTING ACCESS ROADS

Raggy Mountain Quadrangle
SW1/4,SW1/4 of Sec 30, T31S, R11E
NE1/4, NW1/4 of Sec 31, T31S, R11E



This product may not meet DOGM standards for accuracy and content. Different data sources and input scales may cause some misalignment of data layers.

MARTINIQUE MINING CORP
MAY DAY MILL
JANUARY 2003

FIGURE # 4

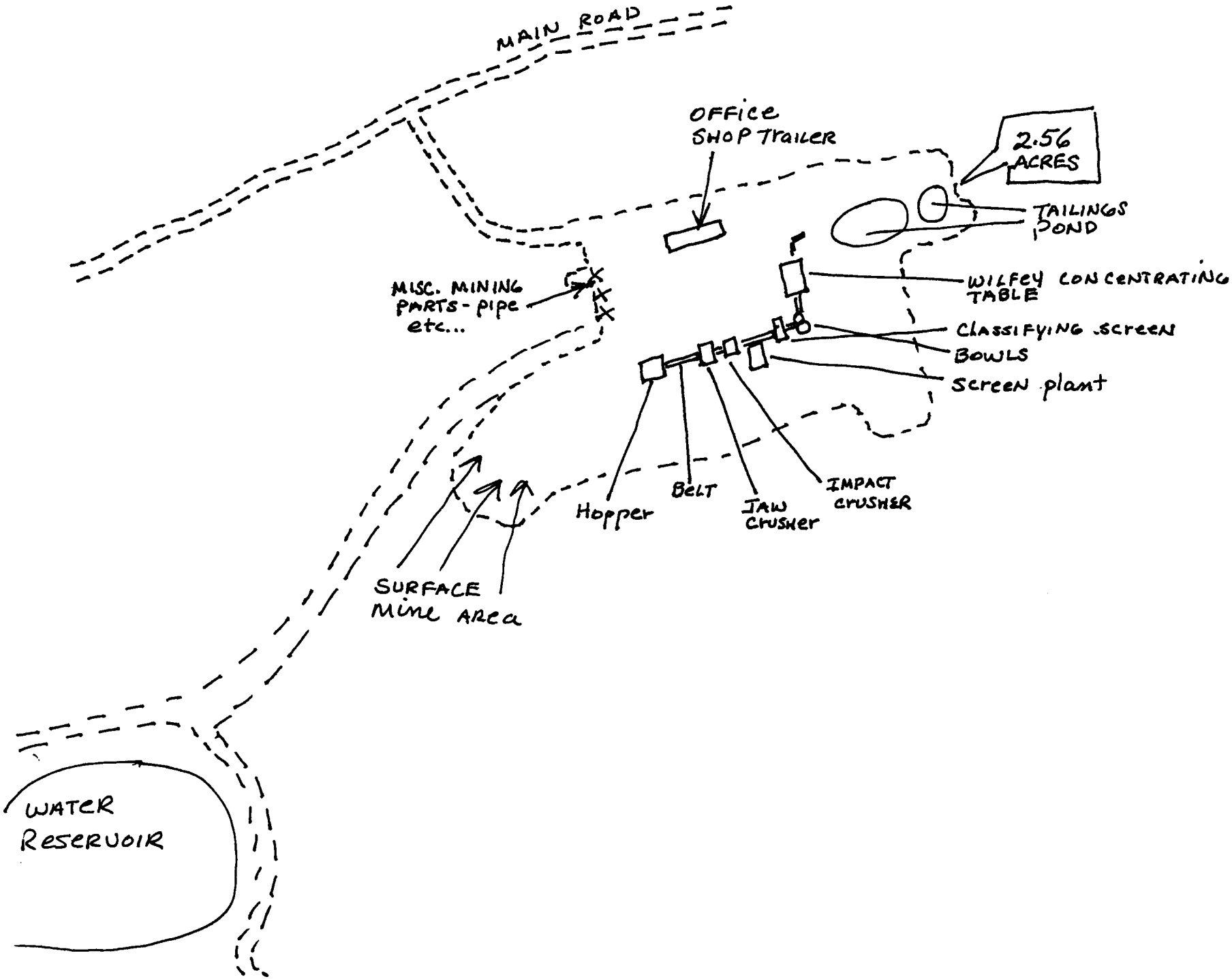


FIGURE # 5

Jan 2003

MARTINIQUE mining CORP

BARTON'S Peak / Butler wash

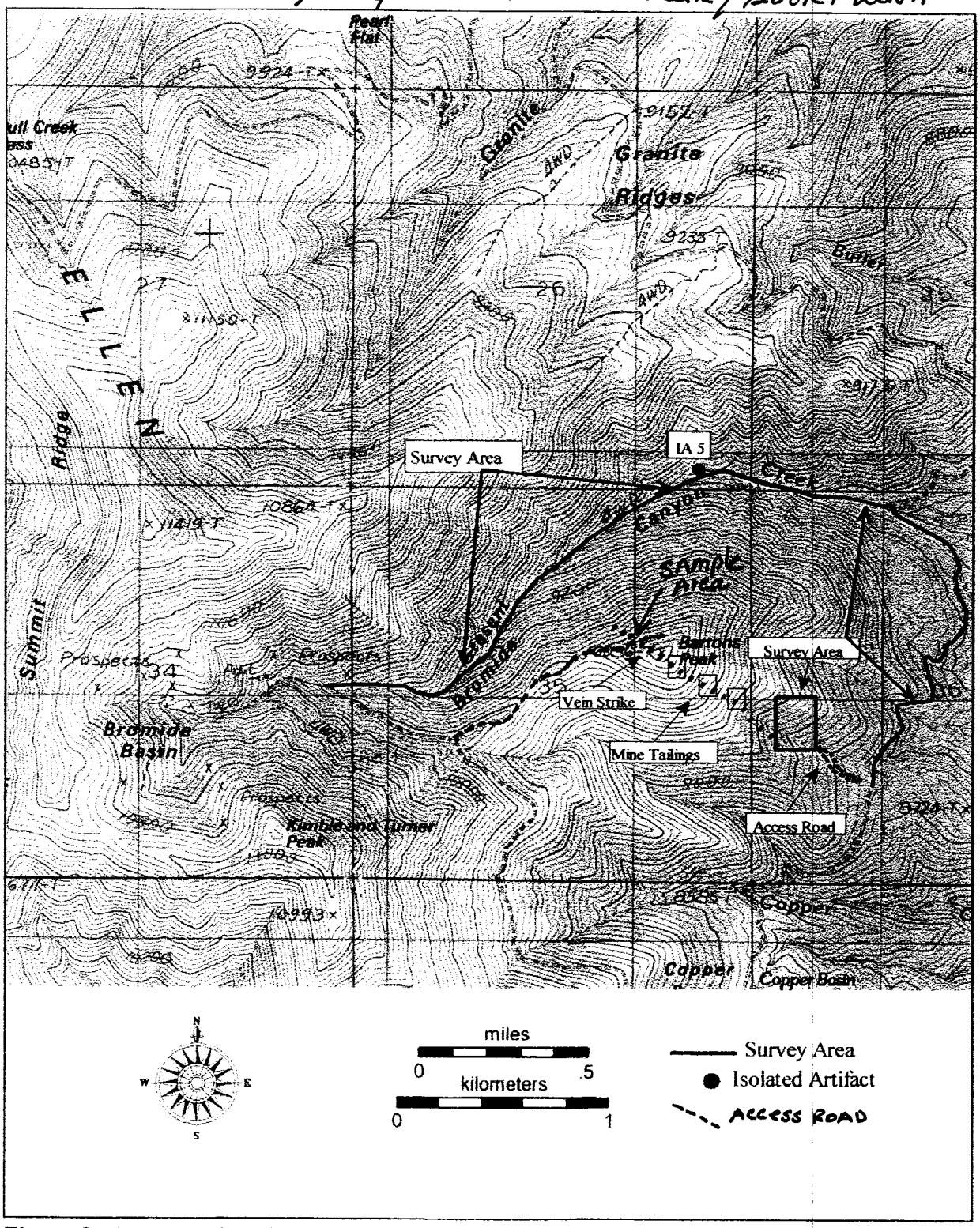


Figure 2. Survey and artifact location, Mt. Ellen 7.5 Minute Quadrangle (T.31S R.10E).

4,900.00 $1,000,000.00 GULCH
5,800.00 MAYDAY
10,700.00

CONT 10%	= 1,070.00
INS PREM 1.5% LABOR COSTS	160.50
BOND	160.50
PROFIT 10%	1070.00
CONTRACT ADMIN 18%	1926.00
	4,387.00

10,700.00
4,387.00
$ 15087.00

$8178.00
$3384.00

TOM,

THIS IS WHAT I COME UP WITH USING BUBS' FIGURES. HE DIDN'T BREAK LABOR OUT SO THAT COST IS BASED ON 1.5% OF THE TOTAL.

BARTON'S PEAK HAS BEEN DROPPED AND THERE WAS NEVER ANY DISTURBANCE THERE.

Bob