REVIEWED
3/23/06

FORM MR-AR
(Revised 1/2006)

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

ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. *General Information*

1. Report Time Period: From (mo./yr.) 1/2005 To (mo./yr.) 12/2005
2. DOGM File Number (Mine No): M 021004
3. Mine Name: Escalante Silver Mine
4. Mineral(s) Mined (or permitted to mine): None - Mine Closed
5. Type of mine: ☐ Surface Mine or ☒ Underground Mine
6. Legal Description (Location of Lands Affected):
   ____1/4, ____1/4, SE 1/4, Section 2, Township 36S, Range 17W
   ____1/4, ____1/4, ____1/4, Section ____, Township ____, Range ____
   ____1/4, ____1/4, ____1/4, Section ____, Township ____, Range ____
7. Name of Operator or Company: Hecla Mining Company
8. Permanent Street Address: 6500 Mineral Drive, Ste 200
   City, State, Zip: Coeur d'Alene, ID 83815-9408
   Phone: 208.769.4112 Fax: 208.769.4122 E-mail: pgladere@hecla-mining.com
9. Company Representative (or designated operator):
   Name: Paul Gladere
   Title: Mgr - Environmental Services
   Business Address: 6500 Mineral Drive, Ste 200
   City, State, Zip: Coeur d'Alene, ID 83815-9408
   Phone: 208.769.4112 Fax: 208.769.4122 E-mail: pgladere@hecla-mining.com
   ☐ **Please check if any of the above information has changed since previous year.**
   ↳ pls change in UMDOGM request letter...

II. *Mining and Reclamation*

1. Was there any mine related activity during the past year? Yes ☐ No ☒
2. If no - what was the last year of activity? 1990

RECEIVED
JAN 26 2006
DIV. OF OIL, GAS & MINING

3. Report the gross amount of ore mined and waste moved, as well as the arrangement, positioning, or distribution of the material. N/A

4. Briefly describe the type of work performed, during the past year. N/A

5. How much **new or additional acreage** was disturbed during the past year? 0

6. How much acreage was **reclaimed** during the past year? 0

7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results. (Submit form MR-SITE for an application for full or partial bond/site release).
The surface of the waste dump was refertilized, remulched + reseeded.

8. What is the **total disturbed acreage of entire project** at years end? 28

9. Briefly summarize any mining and/or reclamation plans for the upcoming year.
Site maintenance as required; control of noxious weed as required.

10. The operator shall keep and maintain timely records relating to his performance under the Act, and shall make these records available to the Division upon request.

NOTE: Section III., "Additional Information" applies only to **large mining operations.**

III. *Additional Information - R647-4-121.2*

1. **Include an updated map depicting surface disturbance and reclamation performed during the year**, prepared in accordance with Rule R647-4-105.

IV. *Signature Requirement*

I hereby certify that the foregoing is true and correct.

Name (Typed or Print): Paul L Glader

Title of Operator: Mgr - Environmental Services

Signature of Operator: [signature]

Date: 1/23/06

Jb
o:\forms\reports\MR-AR

RECEIVED
JAN 2 6 2006
DIV. OF OIL, GAS & MINING