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

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07/23/2002

TERRA RESOURCES LLC
2016 SOUTH MONTANA AVE
PROVO UT 84606

Re: SECOND Request for Annual Report for the Year 2001.

Dear Sirs:

Our file records indicate that we have not received the annual report forms for your mine project(s) as identified below. These forms were due on January 31, 2002.

Mine Status	Mine Number	Mine Name	Contact Person
INSPECT	S210024	RMS 1/MTN SPRING PEAK	JEFF SAGERS
INSPECT	S010046	FRISCO WHITE	JEFF SAGERS
INSPECT	S010047	SOUTHERN WHITE/MOUNTAIN ROSE	JEFF SAGERS
ACTIVE	S030052	DOVE CREEK PASS	JEFF SAGERS
ACTIVE	S030053	PINE SPRING/CLARKS BASIN	JEFF SAGERS
INSPECT	S030064	ANTIQUE COBBLE	JEFF SAGERS

Annual reports are required by Rules R647-3-116 and R647-4-121 of the Division's Amended and New Rules, Minerals Reclamation Program.

Reports are required regardless of annual mine activity, unless you have received a written waiver or formal release from reclamation obligations from the Division.

Your failure to file the required forms could result in the issuance of a Notice on Non-Compliance and subsequent enforcement action(s) as authorized under the Utah Mined Land Reclamation Act and its interpretive rules.

Please complete and return the enclosed report forms for the above-listed mining project(s) within 10 days of receipt of this notice to avoid further action.

Thank you for your cooperation and prompt attention to this matter.

Sincerely,

D. Wayne Hedberg

D. Wayne Hedberg
Permit Supervisor
Minerals Reclamation Program