S/021/024

State of Utah

Department of Natural Resources

Division of Oil, Gas & Mining

ROBERT L. MORGAN
Executive Director

LOWELL P. BRAXTON
Division Director

OLENE S. WALKER
Governor

GAYLE F. McKEACHNIE
Lieutenant Governor

February 24, 2004

Jeff Sagers
Terra Stone Resources, Inc.
2421 West 350 North
Hurricane, Utah 84737

Subject: Termination of Suspension of Mining Operations, Terra Resources, Inc., Dove Creek Pass (S/003/052); Pine Springs/Clarks Basin (S/003/053); RMS 1/Mountain Spring Peak (S/021/024); and Limestone Mesa/Desert Bronze (S/053/059); Box Elder, Iron and Washington Counties, Utah

Dear Mr. Sagers:

On September 8, 2003, the Division notified you that your mining operations were placed in suspension for failure to pay the required permit fees for year 2003. Continued activity was no longer allowed until the situation was resolved. On February 23, 2004, we received your permit fees for these four projects; therefore, the mine status is no longer listed as being in suspension and you may continue mining operations as before. We have changed the status from "suspension" to "active." Permit fees are required annually until the site(s) has been completely reclaimed and you have received written notification from this office that the permit is officially closed.

In order to avoid this from happening in the future, payment of the fee by the due date (last Friday in July) would be appreciated. Thank you for keeping your mine permits in good standing.

Sincerely,

D. Wayne Hedberg

D. Wayne Hedberg, Permit Supervisor
Minerals Regulatory Program

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