5762

State of Utah
DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining
JOHN R. BAZA
Division Director

GARY R. HERBERT
Governor

SPENCER J. COX
Lieutenant Governor

December 4, 2013

Certified Return Receipt
7005 2570 0000 4801 5716

Andre Zeitoun
Applied Minerals
P. O. Box 968
630 East Mullan Avenue, #D
Osburn, Idaho 83837

Certified Return Receipt
7005 2570 0000 4801 5723

Andre Zeitoun
Applied Minerals
110 Green Street
Suite 1101
New York City, New York 10012

Subject: Modified Division Directive, Applied Minerals, Dragon Mine, M/023/0080, Juab County, Utah

Response required by December 27, 2013

Dear Mr. Zeitoun:

As per a verbal request received December 2, 2013, from Eric Nedreberg, the Division of Oil, Gas and Mining extends the due date for the Division Directive issued October 24, 2013, to December 27, 2013. This directive requires that you update the Notice of Intention to Commence Large Mining Operations (Notice) to show the location of the mill on appropriate maps and to include narrative in the text. The reclamation cost estimate must also be updated.

After receiving these changes, the Division will review them to determine whether they meet the requirements of the R647 rules and if they constitute an amendment or a revision. When updating the reclamation cost estimate, please note that the current mine maps list the buildings by the same name and number as that shown in the cost estimate. The Division will review the reclamation cost estimate and determine what changes to the surety amount are needed.

The reclamation cost estimate spreadsheet is available on the Division's web site at https://fs.ogm.utah.gov/pub/mines/minerals_related/forms/MR-AR-LMO.pdf. Please contact Wayne Western at 801-538-5263 if you need assistance with the calculation.

You may want to update the contact information in the Notice to include Eric Nedreberg. Please update your contact information if you want the mail to be sent to the New York address.

Please call Wayne Western at 801 538-5263 or me at 801-538-5261 if you have any questions in this regard.

Sincerely,

Paul B. Baker
Mineral Manager

PBB: whw: eb
Cc: Duane Bays, BLM Fillmore FO (dbays@blm.gov)
Eric Nedreberg, 1200 Silver City Road, Box 432, Eureka, Utah 84628
P:\GROUPS\MINERALS\WP\M023-Juab\M0230080-Dragon\final\Directive-12032013.doc