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Stat of Utah
DEPARTMENT OF NATURAL RESOURCES
Division of Oil, Gas & Mining

MICHAEL R. STYLER
Executive Director

JOHN R. BAZA
Division Director

January 26, 2006

Wah Wah Slate and Flagstone LLC
Dale D. Rodgers
P.O. Box 668
Milford, Utah 84751

Subject: Issuance of Notice to Conduct Mining Operations, Wah Wah Slate and Flagstone LLC, DrumBeat #1,2,3,4, S/023/089, Millard County, Utah

Dear Mr. Rodgers:

The Division received your Notice of Intent to conduct Small Mining Operations and initial permit fee payment of $150.00 on January 30, 2006, for the proposed Drumbeat #1,2,3,4 small mine, located in NE1/4 of the SE1/4 of Section 28, T14S, R10W, SLBM, Juab County, Utah. The Division finds the notice complete and approves the Reclamation Contract and Zion's Bank's Letter of Credit No. ZSB801572 in the amount of $6,500. You are now permitted to mine one acre.

The Division would like to make you aware of the following mine permitting requirements:

1. Cultural resources.
   It is recommended by the Utah State Historic Preservation officer that a cultural survey be preformed. The Division recommends that a survey be preformed and if any cultural artifacts are found you are asked to immediately cease operations and notify the Division and the Division of state history.

2. You obtain written acceptance from the Bureau of Land Management.

Thank you for your cooperation to help finalize this permitting action. In reply, please refer to file number S/027/108.

Sincerely,

Susan M White

Susan M. White
Mining Program Coordinator
Minerals Regulatory Program

SMW:tm:jb
cc: Jerry Mansfield, BLM, Fillmore
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