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(U-054)
UTU-063447-01

October 18, 1996

CERTIFIED MAIL #Z 212 229 361

E B KING
PRESIDENT
JUMBO MINING COMPANY
6305 FERN SPRING COVE
AUSTIN TX 78730

Dear Mr. King:

We are in receipt of your amendment to the Drum Mine Plan of Operations. We apologize for not responding sooner, but we are in the midst of a thorough review of the case file.

The review of the case file has revealed several deficiencies in the amendment, particularly in respect to yours vs. Western States Minerals Corporation's respective reclamation liabilities, proposals to stop unpermitted discharge from the heaps, and reasonable timeframes to commence operations or reclamation. A letter detailing these and other issues will follow shortly.

I have contacted the Utah Division of Oil, Gas and Mining and requested that they take no further enforcement action until we have given you reasonable time to respond to our next letter. If you have any questions, please feel free to contact Ron Teseneer at (801)743-6811.

Sincerely,

Melanie Mendenhall

Rex Rowley
Area Manager

ACTING

cc: Western States Minerals
4975 Van Gordon St
Wheat Ridge, CO 80033

SWysong:msc

OPTIONAL FORM 99 (7-90)

FAX TRANSMITTAL

# of pages ▶ 1

To Wayne Hedberg	From Sheri Wysong
Dept./Agency UDOGM	Phone # 801-743-6811
Fax # 801-359-3940	Fax # 801-743-5112

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