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

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February 10, 1989

Mr. Gene Yoder
UMETCO Minerals
P.O. Box 1029, 1600 Ute Avenue
Grand Junction, Colorado 81506

Dear Mr. Yoder:

Re: Division Approval of Mine Transfers and Surety for, Rim-Columbus Mine, M/037/006; Pandora Mine, M/037/012; Calliham Mine, M/037/023; and Velvet Mine, M/037/040; San Juan County, Utah

The Board of Oil, Gas and Mining approved the form and amount of surety for the mines listed above on January 26, 1989. Also, the Division has approved the transfer for the same mines from Atlas Minerals to UMETCO Minerals Corporation.

The Board has requested that we send our new Reclamation Contract forms to you to be filled out. I have enclosed four copies for your use. Disregard attaching a copy of the surety form (Exhibit B) onto the Reclamation Contract, we have those.

The Board has also requested that we verify the acreage for the Calliham site. Since the Sage Mine acreage has been removed, some questions remain about the exact acreage liability at the Calliham. A site inspection will be performed this spring, for this purpose, which we will schedule with UMETCO. If the acreage proves to be greater than 10 acres, we will ask that the bond be increased.

Please contact me or Holland Shepherd with any further questions.

Sincerely,

Lowell P. Braxton

Lowell P. Braxton
Administrator
Mineral Resource Development
and Reclamation Program

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Enclosure
cc: Gene Nodine, BLM, Moab District Office
Holland Shepherd
MN5/77

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