Umetco Minerals Corporation

Exploration & Mining Departments

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DIV. OF OIL, GAS & MINING

April 15, 1994

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MINERALS PROGRAM
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Mr. Anthony A. Gallegos
Reclamation Engineer
State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

RE: Revised Reclamation Surety Estimate for the Calliham Mine (M/037/023).

Dear Mr. Gallegos

Maybe this estimate will resolve our discrepancies on disturbed acreage and reclamation cost estimates.

The following is our revised disturbed acreage and reclamation cost estimate.

Description	Quantity	Unit	$/Unit	Cost ($)
Dispose of Building (incl. New Compressor Building)	7300	sq. ft.	-0-	-0-
Concrete Foundations Removal	7300	sq. ft	.50	3,650.00
Construct Bulkhead in Portal	Lump Sum			1100.00
Backfill Portal to Bulkhead	Lump Sum			1200.00
Remove Trash & Debris	20.2	Acre	10.00	202.00
Fill and Regrade Ponds	6	Acre	800.00	4800.00
Regrade Ore Pads	4	Acre	800.00	3200.00
Regrade Waste Pile 3 to 1	5	Acre	800.00	4000.00
Ripping Roads	3	Acre	175.00	525.00
Bore Holes (encl.new holes)	5	Hole	1000	5000.00
Spread Topsoil (pads & stockpile)	9	Acre	85.00	765.00
Re-vegetate	20.2	Acre	447.00	9029.40
			Subtotal	**$33,471.40**
		10%	Contingency	$3,347.14
Disturbed Acreage: 20.2				
			Subtotal	**$36,818.54**
		Escalation(1.42%	for 5 Yrs.)	$2,614.12
			Total	**$39,432.66**

If we need further details, please call me at 1-303-677-2711.

Sincerely,

Robert F. Barnett

Robert F. Barnett
Coordinator of Environmental &
Regulatory Affairs

cc: R. A Van Horn
Milt Derrick