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

Michael O. Leavitt
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12/29/1998

UMETCO MINERALS CORPORATION
2754 COMPASS DR STE 280
GRAND JUNCTION CO 81506

Re: Request for Annual Report for the Year 1998.

Dear Sirs:

The enclosed report form(s) for the Mine(s) referenced below need to be completed and returned to this office by January 31, 1999.

| Mine Status | Mine Number | Mine Name | Contact Person |
|---|---|---|---|
| INACTIVE | M370023 | CALLIHAM | TONY BATES |
| INACTIVE | M370025 | DEREMO/PETERSON | TONY BATES |
| INACTIVE | M370027 | WILSON - SILVERBELL | TONY BATES |
| INACTIVE | S370054 | SUNSET MINE | TONY BATES |

Annual reports are required by Rules R647-3-116 and R647-4-121 of the Division's Amended and New Rules, Minerals Reclamation Program.

**Reports are required regardless of annual mine activity, unless you have received a written waiver or formal release from reclamation obligations from the Division.**

Thank you for your cooperation and prompt attention to this matter.

Sincerely,

D. Wayne Hedberg

D. Wayne Hedberg
Permit Supervisor
Minerals Reclamation Program