Michael O. Leavitt
Governor
Ted Stewart
Executive Director
James W. Carter
Division Director

State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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August 10, 1993

Ms. Vicki L. Hoffsetz
Energy Fuels Nuclear, Incorporated
One Tabor Center, Suite 2500
1200 Seventeenth Street
Denver, Colorado 80202

Dear Ms. Hoffsetz;

Re: Operator's Request for the Partial Release of Far West, M/037/019; Patti Ann, M/037/003; Wood Mine, M/037/021; Repete, M/037/038; Energy Fuels Nuclear, Inc., San Juan County, Utah

The Division is in the process of evaluating your requests for bond release, for several sites in Utah. By the time you receive this letter, you should have received a letter from James Carter, Division Director, approving the complete release of five of your sites in Utah. The other sites: the Far West, M/037/019; the Patti Ann, M/037/003; the Wood Mine, M/037/021 and the Repete, M/037/038, are under reclamation and are pending release.

The Far West and the Patti Ann were reclaimed during the spring and summer of 1992, the Repete and Wood mines were reclaimed this summer, 1993. All four sites qualify for partial release of reclamation bonds, based on the fact that most of the work has been completed. All that remains is to verify vegetation success and site stability (slope and shaft and/or portal) after three seasons of vegetative growth.

The Division will require a reduced bond for all four sites in order to release the existing bonds. Energy Fuels has already submitted new bond estimates for the Far West and the Patti Ann. The Division must still review these estimates. New estimates will be needed for the Repete and the Wood.

Once we agree on the new bond amounts for these sites, the Division will require the submittal of: 1. a new surety, 2. reclamation contract, and 3. Board approval, prior to release of the existing bond. The bond amounts currently being held by the Division, on these sites are listed below:

1.	Far West	$35,300
2.	Patti Ann	$23,800
3.	Repete	$10,654
4.	Wood	$14,274

We hope to finish our evaluation of the bond estimates you have submitted in the near future.

Thank you for your patience.

Sincerely,

Holland Shepherd
Senior Reclamation Specialist

jb
cc: Roger Smith, Energy Fuels Nuclear
Brad Palmer, BLM, Grand RA
Kate Kitchell, BLM, San Juan RA
enerfuel.sts