FORM MR-AR
(Revised 3/98)

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DIV. OF OIL, GAS & MINING

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
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Salt Lake City, Utah 84114-5801
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ANNUAL REPORT OF MINING OPERATIONS

The informational requirements of this form are based on provisions of the Mined Land Reclamation Act, Title 40-8, Utah Code Annotated 1953, as amended, and the General Rules as promulgated under the Utah Minerals Regulatory Program. An operator conducting mining operations under a Notice of Intention must file an annual operations and progress report (FORM MR-AR) with the Division.

I. *General Information*

1. Report Time Period: From (mo./yr.) 1/98 To (mo./yr.) 12/98
2. DOGM File Number (Mine No): M/037/088
3. Mine Name: Lisbon Valley Copper Project
4. Mineral(s) Mined (or permitted to mine): Copper
5. Type of mine ☒ Surface Mine or ☐ Underground Mine
6. Legal Description (Location of Lands Affected): → 24, 25, 26, 27, 34, 35, 36
   ____1/4, ____1/4, ____1/4, Section 22, 23, Township 30S, Range 25E
   ____1/4, ____1/4, ____1/4, Section 1, Township 31S, Range 25E
   ____1/4, ____1/4, ____1/4, Section 30, 31, Township 30S, Range 26E
7. Name of Operator or Company: Summo USA Corporation
8. Permanent Street Address: 900 Denver Center Bldg., 1776 Lincoln St.
   City, State, Zip: Denver, CO 80203
   Phone: 303-863-3920
9. Company Representative (or designated operator):
   Name: Robert A. Prescott
   Title: Vice President - Operations
   Business Address: P.O. Box 847
   City, State, Zip: Moab, UT 84532
   Phone: 435-259-3077

☐ **Please check if any of the above information has changed since previous year.**

II. *Mining and Reclamation*

1. Was there any mine related activity during the past year? Yes ☐ No ☒
2. If no - what was the last year of activity? has not been any activity to date
3. If yes - how much ore or mineral was mined? ____

4. Briefly describe the type of work performed, volume of material moved, and any new or additional surface disturbances that occurred during the past year.

none

5. How much **additional acreage** was disturbed during the past year? none

6. How much acreage was **reclaimed** during the past year? none

7. Briefly describe the reclamation work performed during the past year. This description should include methods employed, and an evaluation of the results.

none

8. What is the **total disturbed acreage of entire project** at years end? 1.25 acres

9. Briefly summarize any mining and/or reclamation plans for the upcoming year.

BLM Record of Decision is in appeal process. Bank financing agreement has expired. When appeal is resolved and new financing is obtained, construction of processing facilities will begin. Construction will require about one year

NOTE: Section III., "Additional Information" applies only to **large mining operations**.

III. *Additional Information*

1. An updated surface facilities map should be attached if there have been significant changes since the previous map was submitted.

2. Any monitoring results or other reports that are required under the terms of the approved notice of intention should also be attached.

IV. *Signature Requirement*

I hereby certify that the foregoing is true and correct.

Name (Typed or Print): Robert A. Prescott

Title of Operator: Vice President-Operations

Signature of Operator: [signature]

Date: 1/4/99

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