TRANSACTION REPORT

P.01

DEC-20-95 WED 05:00 PM

SEND(M)

| DATE START | RECEIVER | TX TIME | PAGES | TYPE | NOTE | M# | DP |
|---|---|---|---|---|---|---|---|
| DEC-20 04:59 PM | 3289116 | 1'25" | 2 | SEND | (M) OK | 179 | |
| | | TOTAL | 1M 25S | PAGES: | 2 | | |

:AGE - MINE SITES



| :IM | LOCATION | ACREAGE DISTURBED |
|---|---|---|
| ver 20 | NW¼ Sec. 12 T9S R24E | 1 acre |
| ver 21 | NW¼ Sec. 12 T9S R24E | 1 acre |
| ver 23 | SE¼ Sec. 2 T9S R24E | 1 acre |
| ver 24 | SW¼ Sec. 2 T9S R24E | 1 acre |
| ver 25 | SW¼ Sec. 2 T9S R24E | 1 acre |
| Bell | SE¼ Sec. 23 T9S R24E | 1 acre |
| Bell | SE¼ Sec. 23 T9S R24E | 1 acre |
| f | NW¼ Sec. 23 T9S R24E | 1 acre |
| Day | NE¼ Sec. 22 T9S R24E | 1 acre |
| | SE¼ Sec. 15 T9S R24E | 1 acre |
| nd | SW¼ Sec. 15 T9S R24E | 1 acre |
| | SW¼ Sec. 16 T9S R24E | 1 acre |
| | SW¼ Sec. 16 T9S R24E | 1 acre |
| | SW¼ Sec. 16 T9S R24E | 1 acre |
| 0 | NE¼ Sec. 17 T9S R24E | 1 acre |
| | SW¼ Sec. 27 T9S R24E | 1 acre |
| | SW¼ Sec. 30 T9S R24E | (1 acre) Released 6/15/88 |
| | SW¼ Sec. 30 T9S R24E | 1 acre |
| 8 | SW¼ Sec. 30 T9S R24E | 1 acre |
| 8 | SW¼ Sec. 30 T9S R24E | 1 acre |
| | SW¼ Sec. 9 T11S R24E | 1 acre |
| le | SE¼ Sec. 8 T11S R24E | 1 acre |
| | NW¼ Sec. 22 T11S R24E | 1 acre |
| | NW¼ Sec. 22 T11S R24E | 1 acre |
| | SW¼ Sec. 1 T11S R24E | 1 acre |
| | NE¼ Sec. 25 T11S R24E | 1 acre |
| e | SW¼ Sec. 24 T11S R24E | 1 acre |
| e | SW¼ Sec. 24 T11S R24E | 1 acre |
| | NW¼ Sec. 23 T9S R24E | 1 acre |
| ia | | 2 acres |
| | | 1 acre |

Total Disturbed Acreage 31.0 acres

M/047/010

FAXED TO CLIFF POWER
AMERICAN GILSONITE
FAX# (801) 328-4116
→ HAVE NELDON KUNZ REVIEW
TO SEE IF STILL ACCURATE.

# DISTURED ACREAGE - MINE SITES

| MINE OR PROPERTY DESIGNATION | TYPE OF PROPERTY | NAME OF CLAIM | LOCATION | ACREAGE DISTURBED |
|---|---|---|---|---|
| E-15 | Pat. Claim | White River 20 | NW¼ Sec. 12 T9S R24E | 1 acre |
| E-14 | Pat. Claim | White River 21 | NW¼ Sec. 12 T9S R24E | 1 acre |
| E-29 | Pat. Claim | White River 23 | SE¼ Sec. 2 T9S R24E | 1 acre |
| E-30 | Pat. Claim | White River 24 | SW¼ Sec. 2 T9S R24E | 1 acre |
| E-31 | Pat. Claim | White River 25 | SW¼ Sec. 2 T9S R24E | 1 acre |
| I-9 | Pat. Claim | Rangely Bell | SE¼ Sec. 23 T9S R24E | 1 acre |
| I-10 | Pat. Claim | Rangely Bell | SE¼ Sec. 23 T9S R24E | 1 acre |
| I-24 | Pat. Claim | Big Chief | NW¼ Sec. 23 T9S R24E | 1 acre |
| I-18 | Pat. Claim | Break of Day | NE¼ Sec. 22 T9S R24E | 1 acre |
| I-16 | Pat. Claim | Triumph | SE¼ Sec. 15 T9S R24E | 1 acre |
| I-15 | Pat. Claim | Cumberland | SW¼ Sec. 15 T9S R24E | 1 acre |
| B-38 | Fee | | SW¼ Sec. 16 T9S R24E | 1 acre |
| B-40 | Fee | | SW¼ Sec. 16 T9S R24E | 1 acre |
| B-42 | Fee | | SW¼ Sec. 16 T9S R24E | 1 acre |
| B-44 | Fed. Lease | U-0126940 | NE¼ Sec. 17 T9S R24E | 1 acre |
| WH-12 | Fed. Lease | U-073071 | SW¼ Sec. 27 T9S R24E | 1 acre |
| LE-3 | Fee | | SW¼ Sec. 30 T9S R24E | (1 acre) Released 6/15/88 |
| LE-4 | Fee | | SW¼ Sec. 30 T9S R24E | 1 acre |
| LE-5 | Fed. Lease | U-0126938 | SW¼ Sec. 30 T9S R24E | 1 acre |
| LE-6 | Fed. Lease | U-0126938 | SW¼ Sec. 30 T9S R24E | 1 acre |
| PW-3 | Pat. Claim | Puck | SW¼ Sec. 9 T11S R24E | 1 acre |
| PW-4 | Pat. Claim | Bald Eagle | SE¼ Sec. 8 T11S R24E | 1 acre |
| H-1 | Fee | | NW¼ Sec. 22 T11S R24E | 1 acre |
| H-2 | Fee | | NW¼ Sec. 22 T11S R24E | 1 acre |
| H-10 | Pat. Claim | Merrimac | SW¼ Sec. 1 T11S R24E | 1 acre |
| R-2 | Pat. Claim | Turtle | NE¼ Sec. 25 T11S R24E | 1 acre |
| R-3 | Pat. Claim | Tennessee | SW¼ Sec. 24 T11S R24E | 1 acre |
| R-4 | Pat. Claim | Tennessee | SW¼ Sec. 24 T11S R24E | 1 acre |
| B-16 | Pat. Claim | Hilltop | NW¼ Sec. 23 T9S R24E | 1 acre |
| LE-19 | Pat. Claim | Alexandria | | 2 acres |
| B-12 | Pat. Claim | Foothill | | 1 acre |
| | | | Total Disturbed Acreage | 31.0 acres |

# DISTURBED ACREAGE - TOWNSITE, ROADS, PLANTS, & OTHER AREAS

| GENERAL DESCRIPTION | LOCATION | DISTURBED ACREAGE |
|---|---|---|
| **TOWNSITE (Bonanza)** | | |
| Residential Area (houses & roads) | SE¼ Sec. 23 T9S R24E | 2.3 acres |
| Operating Area (buildings, plants, ponds, scales, & boneyard) | SE¼ Sec. 23 T9S R24E | 5.7 acres |
| **ROADS** | | |
| County Road to Pump Station | SW¼ Sec. 16 T9S R25E | 1.4 acres |
| County Road to Crush Plant | SW¼ Sec. 15 T9S R25E | 0.6 acres |
| County Road to Bins at Crush Plant | NW¼ Sec. 16 T9S R25E | 0.8 acres |
| Pump Station to Highway 45 along Eureka Vein | NE¼ Sec. 17 T9S R25E | 11.2 acres |
| Highway 45 to Eureka Vein near E-21 | NE¼ Sec. 23 T9S R24E | 5.8 acres |
| County Road to I-15 along Independent Vein | SE¼ Sec. 23 T9S R24E | 3.1 acres |
| County Road to B-37 Site | NE¼ Sec. 20 T9S R24E | 2.5 acres |
| County Road to B-42 | SW¼ Sec. 16 T9S R24E | 1.4 acres |
| B-42 to B-50 | Sec. 17 T9S R24E | 2.0 acres |
| County Road to LE-5 | SE¼ Sec. 30 T9S R24E | 1.1 acres |
| County Road to WH-12 | NE¼ Sec. 27 T9S R24E | 2.3 acres |
| County Road to Harrison Camp | SE¼ Sec. 15 T11S R24E | 3.7 acres |
| County Road to H-10 | SW¼ Sec. 6 T11S R24E | 2.8 acres |
| Harrison Camp to H-2 along Harrison Vein | NE¼ Sec. 22 T11S R24E | 2.1 acres |
| County Road to PW-4 | NW¼ Sec. 16 T11S R24E | 1.5 acres |
| County Road to R-1 | SW¼ Sec. 24 T11S R24E | 0.7 acres |
| Road to PW-5 and PW-6 | | 7.7 acres |
| **PLANT AND OTHER AREAS** | | |
| Pump Station and Ponds | NE¼ Sec. 17 T9S R25E | 3.8 acres |
| Crush Plant Area | NW¼ Sec. 16 T9S R25E | 0.8 acres |
| Solar Pad Area | SW¼ Sec. 16 T9S R25E | 0.5 acres |
| Reservoir | SW¼ Sec. 16 T9S R25E | 2.3 acres |
| Explosives Magazine and Access | SW¼ Sec. 24 T9S R24E | 1.1 acres |
| River Pump Station and Wells | SE¼ Sec. 2 T9S R24E | 7.0 acres |
| Harrison Camp | NE¼ Sec. 22 T11S R24E | 5.6 acres |
| E-21 Landfill | NW¼ Sec. 7 T9S R24E | 2.1 acres |
| | Total | 81.9 |
| | | 31.0 |
| | Grand Total Disturbed Acreage | 112.9 acres |

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I-30-1AC

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| | Total | 81.9 |
| | | 31.0 |
| | Grand Total Disturbed Acreage | 112.9 acres |

M/047/010

DOGM RECEIVED WITH FAX OF SURETY DOCUMENTS ON 1/5/96

LAW OFFICES OF
PILLSBURY MADISON & SUTRO LLP
POST OFFICE BOX 7880
SAN FRANCISCO, CALIFORNIA 94120
TELEPHONE (415) 983-1000
FACSIMILE (415) 983-1200

LOS ANGELES
SAN JOSE
WASHINGTON, D.C.
SAN DIEGO
ORANGE COUNTY
SACRAMENTO
MENLO PARK
TOKYO
HONG KONG
NEW YORK

WRITER'S OFFICE AND
DIRECT DIAL NUMBER
225 Bush Street, 94104
(415) 983-7215
Fax: (415) 983-1600

January 2, 1996

**VIA FEDERAL EXPRESS**

Mr. Clifford O. Doner
Chief Financial Officer
American Gilsonite Company
136 East South Temple Street, Suite 1460
Salt Lake City, Utah 84111

Re: State of Utah Reclamation Surety Bond

Dear Cliff:

As requested, I enclose a revised reclamation surety bond issued to the State of Utah on behalf of American Gilsonite Company by United Pacific Insurance Company. You indicated you would submit the bond to the State Division of Oil, Gas and Mining in substitution for the existing filed bond. Please confirm the date on which the state will approve this substitution and cause the original of the old bond to be returned to me.

Thank you for sending AGC's financial statements and describing the 1996 activities of your insurance broker and counsel. Chevron will evaluate the financial condition of AGC and AGC's efforts to secure a replacement bond to determine whether this bonding arrangement will continue in 1997.

Thanks for your assistance and cooperation. Please call me if you have any questions.

Very truly yours,

Rob James

Robert A. James

Enc.

cc: Mr. R. J. Susa (w/encs.)
Oliver W. Gushee, Esq. (w/encs.)

12125651