Speed Letter

To Minerals File
M/047/013
Zeigler Gilsonite Mines

From D. Wayne Hedberg

Subject Replacement Surety - ILOC, Ziegler Chemical & Minerals Corp.

— No. 9 & 10 FOLD

MESSAGE Date 6-24 19 92

I received a telephone call from Mr. Bill Hyland, V.P. Finance for Ziegler regarding their acquisition of a replacemt. ILOC surety. He stated that their bank was uncomfortable/unable to issue a new ILOC according to DOGM's required format on such short notice. Also spoke with Mr. Ziegler, Jr. (?) on same concern. Bank willing to extend the expired ILOC through Jan 1, 1993 (as per our deadline in letter) recognizing a "new" updated surety would be required at that time. I informed Mr. Ziegler that this would be an acceptable alternative and if DOGM mgmt. did not concur, I would notify them accordingly ASAP. I subsequently spoke with

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Signed

REPLY Lowell Braxton, Assoc. Director Date 19

of DOGM explaining circumstances. He concurred with my decision to accept the extended ILOC expiration date with the new surety to be calculated + in place by Jan 1/93.

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Signed D. Wayne Hedberg

Wilson Jones Company
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