FORM MR-AR
(Revised 3/98)

RECEIVED
JAN 15 1999
DIV. OF OIL, GAS & MINING

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING
1594 West North Temple - Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801
Telephone: (801) 538-5291
Fax: (801) 359-3940

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): SM 047/035
3. Mine Name: ITM MINE
4. Mineral(s) Mined (or permitted to mine): GILSONITE
5. Type of mine ☐ Surface Mine or ☒ Underground Mine
6. Legal Description (Location of Lands Affected):
   ____1/4, ____1/4, ____1/4, Section 25, Township 10S, Range 20E
   ____1/4, ____1/4, ____1/4, Section ____, Township ____, Range ____
   ____1/4, ____1/4, ____1/4, Section ____, Township ____, Range ____
7. Name of Operator or Company: LEXCO INC.
8. Permanent Street Address: 582 NORTH VERNAL AVE (P.O. BOX 1198)
   City, State, Zip: VERNAL, UTAH 84078
   Phone: 435 789-5361
9. Company Representative (or designated operator):
   Name: JAMES M. LEXAS
   Title: PRES.
   Business Address: BOX 1198
   City, State, Zip: VERNAL, UTAH 84078
   Phone: 435 789-5361
   ☒ **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? 1997
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? LESS THAN 2 ACRES

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

NONE

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): JAMES M. LEKAS

Title of Operator: PRES

Signature of Operator:

Date: 1/4/99

jb
a:\forms\MR-AR

RECEIVED
JAN 15 1999
DIV. OF OIL, GAS & MINING