GARY R. HERBERT
Governor

SPENCER J. COX
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

August 13, 2014

CERTIFIED RETURN RECEIPT
7011 2970 0001 8829 0193

Alek Cusick
Blue Mountain Crushing LLC
1859 Connor Street
Salt Lake City, Utah 84108

Subject: Notice of Cancellation/Termination of Reclamation Surety, Bond Number _____ Blue Mountain Crushing LLC, BMC Seep's Ridge Road Pit, S/047/0119, Uintah County, Utah

Dear Mr. Cusick:

The Division of Oil, Gas and Mining (Division) was notified that the surety bond for the BMC Seep's Ridge Road Pit mine, permit number S/047/0119 will be cancelled effective October 25, 2014. The terms of the surety state that the bond may be cancelled by the Surety ninety (90) days following receipt by the Division and Principal of such cancellation.

Paragraph 5 of the Reclamation Contract, states the operator shall provide a replacement surety within sixty (60) days following the Division's receipt of the cancellation/termination notice. If you fail to provide a replacement surety by September 28, 2014, the Division will be forced to do any/some of the following:

- Carry out the terms of surety bond number _____
- Submit a request to the Board of Oil, Gas and Mining to withdraw the permit
- Order the cessation of mining operations
- Order immediate reclamation of all lands affected which will include a fine

If you have questions or require assistance regarding the surety, please contact Penny Berry (801) 538-5291 or by email at pennyberry@utah.gov. Thank you in advance for your prompt attention to this important permitting requirement.

Sincerely,

for PBB

Paul Baker
Minerals Program Manager

PBB:pb
Cc: Atkinson-Leavitt Insurance Agency
Andy Bedingfield, SITLA (abedingfield@utah.gov)
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