JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah

Department of Natural Resources

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

April 11, 2006

Richard Schreiber
Tintic Utah Metals, LLC
Chief Gold Mines Inc.
1629 Locust Street
Philadelphia, Pennsylvania 19103-6304

Subject: Reminder of Stipulation Requirements; Docket No. 2005-013, Tintic Utah Metals, LLC, Trixie West Exploration Project, E/049/046; Tintic Utah Metals, LLC, Apex/Burgin Project, M049/009; Chief Gold Mines Inc., Trixie Shaft, M/049/024, Utah County, Utah

Dear Mr. Schreiber:

As we discussed on the phone this morning, I am sending you a reminder of the requirements you have with regard to the "Stipulation For Continuance and For Dismissal of Notice of Agency Action" filed with the Board on August 9, 2005 (copy enclosed). Item #5 of the Stipulation required Chief Consolidated Mining Company to provide updated mining and reclamation plan information so that the Division could determine the appropriate amount of surety for each of the permits. This was to occur by May 15, 2006. This date is quickly approaching and we have yet to receive any of the updated information.

Should the stipulation requirements not be completed, the fines associated with the Failure to Abate Cessation Orders will no longer be held in abeyance. We are hopeful that you will be able to rectify this situation and complete the requirements. We encourage you to work closely with us and keep us informed of your progress.

We appreciate your help in resolving this situation. Please call me at (801) 538-5325 if you have questions.

Sincerely,

Daron R. Haddock

Daron R. Haddock
Permit Supervisor

DRH:pb
enclosure
cc: Mary Ann Wright, DOGM w/o enclosure
Steve Alder, AAG w/o enclosure
P:\GROUPS\MINERALS\WP\M049-Utah\M0490009-ApexBurgin\final\reminderltr.doc

Daron
(Joelle has a copy)

FILED
AUG 09 2005
SECRETARY, BOARD OF OIL, GAS & MINING

BEFORE THE BOARD OF OIL, GAS AND MINING
DEPARTMENT OF NATURAL RESOURCES
IN AND FOR THE STATE OF UTAH

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IN THE MATTER OF THE PETITION BY THE DIVISION OF OIL, GAS AND MINING FOR AN ORDER DIRECTING THE ATTORNEY GENERAL TO RECOVER CIVIL PENALTIES, WITHDRAWING THE NOTICES OF INTENTION, AND REQUIRING IMMEDIATE RECLAMATION OR FORFEITING SURETIES FOR APEX/ BURGIN MINE (M/049/009), TRIXIE SHAFT MINE AREA (M/049/024), AND THE TRIXIE WEST EXPLORATION AREA (E/049/046); THE CHIEF CONSOLIDATED MINING CO. d/b/a CHIEF GOLD MINE, SOUTH STANDARD MINING COMPANY, and TINTIC UTAH METALS, LLC.; IN SECTIONS 11, 15, 21, 22, and 28, T10S, R2W, SLB&M; UTAH COUNTY, UTAH	STIPULATION FOR CONTINUANCE AND FOR DISMISSAL OF NOTICE OF AGENCY ACTION DOCKET NO. 2005-013 Cause Nos. M/049/009 M/049/024 E/049/046

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Division of Oil, Gas, and Mining, (Division), and Chief Consolidated Mining Company (Chief) in order to resolve the issues raised by the Division in this action, HEREBY STIPULATE to a continuance of the hearing now scheduled in the action and to the subsequent dismissal of the action upon the following terms and conditions:

1. Upon the execution of this Stipulation or prior to August 10, 2005 which ever is sooner, Chief shall pay to the Division the sum of $8,250.00 which represents payment in full of the permit fees for the years 2003, 2004, and 2005 and the initial penalty assessed for non-payment of the past due fees[1]. The remaining

1 The fees and penalties for each permit are as follows: (a) Trixie West Exploration Project,

Permit E/049/046 as a result of the 2003 amendments to the Utah Mined Land Reclamation Act, nor any amount needed to adjust the surety for the Burgin Area to provide for cost adjustments associated with increases in costs of reclamation. These additional adjustments shall be made as provided for by paragraph 5 hereinafter.

4. Upon payment of the $8,250 for fees and penalties provided for under paragraph 1, and the adjustment in ownership of the Certificates of Deposit as provided for by paragraph 2, and the delivery of additional amounts of surety as required by paragraph 3, the hearing set for this matter shall be cancelled and this Request for Agency Action shall be held in abeyance pending payment of the final surety amount as provided for in paragraphs 6 and 7 hereof, and final resolution of the Failure to Abate Penalties.

5. As soon as adequate updated mining and reclamation plan information has been provided by Chief and the Division has completed its evaluation of that information, but in any event prior to May 15, 2006 the amount of surety for each permit including adjustments for increased costs, released acreage, and other changes that may be agreed upon as required prior to commencement of mining or exploration operations shall be determined.

6. Prior to June 30, 2006 unless extended by written agreement with the Division, Chief shall post the additional amount of surety as determined.

7. Upon posting of the required surety as determined pursuant to paragraph 5, the Division shall review the assessment of the failure to abate cessation orders

THIS STIPULATION shall be effective on the date last executed below:

CHIEF CONSOLIDATE MINING COMPANY

Richard R. Schreiber, Chief Executive Officer
Dated this 3 day of August, 2005

Dated Aug. 3, 2005

DIVISION OF OIL GAS AND MINING

John Baza, Director

Dated 8/9/05