



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Battle Mountain Field Office
50 Bastian Road
Battle Mountain, Nevada 89820
<http://www.nv.blm.gov/battlemountain>
(775) 635-4000 or bmfoweb@nv.blm.gov



In Reply Refer To:
3809 (NV063)
NVN-083120 (07-3A)

SEP 12 2007

Imaine 9/12/07
El Duqund 9/12/07

CERTIFIED MAIL: 7006 0810 0001 5139 3466
Return Receipt Requested

DECISION

Brian J. Musser, Environmental Manager	:	43 CFR 3809 – Surface Management
Idaho General Mines, Inc.	:	Notice Amendment
455 8 th Street	:	
Elko, NV 89801	:	

Determination of Required Financial Guarantee Amount

On August 24, 2007, Idaho General Mines, Inc. (IGMI) submitted a Notice amendment for the Mt. Hope West Project located in MDB&M., T. 22 N., R. 51 E., sections 1, 2, 12, 13 and 14. The Notice amendment has been assigned Bureau of Land Management (BLM) case file number NVN-083120 (07-3A).

Your Notice amendment proposes to construct eight additional piezometer wells on existing exploration disturbance. Since these wells will require no additional disturbance, the area of disturbance will remain at 4.6 acres. The Notice amendment documentation has been reviewed and satisfies the requirements of 43 CFR §3809 for operations conducted under a Notice.

Amount of Financial Guarantee – This office has reviewed your reclamation cost estimate and has determined that the amount of **\$102,671** is sufficient to meet all anticipated reclamation requirements associated with this Notice. This amount is based on the operator complying with all applicable operating and reclamation requirements.

All line items contained in the approved reclamation cost estimate are not to be considered as the limits of financial guarantee expenditures in that respective category or task should forfeiture of the financial guarantee be necessary. The line items listed are solely for the purpose of arriving at a total amount for the financial guarantee. This total amount may be spent however the BLM deems necessary to implement the approved reclamation plan and does not represent a reclamation cost limit or constraint.

BLM's review of your proposed operations, determination that your Notice amendment filing is complete, determination that your operations as proposed will not cause unnecessary or undue degradation, and decision concerning the amount of the required financial guarantee does not relieve you, the operator, of your responsibility to be in compliance with all applicable Federal, State and local laws and regulations, and to obtain all applicable Federal, State and local authorizations and permits.

Required Financial Guarantee – Within sixty (60) days of receipt of this Decision, IGMI must submit an acceptable financial guarantee in the amount of **\$102,671** to the Bureau of Land Management, Branch of Minerals Adjudication, P.O. Box 12000, Reno, NV 89520-0006. **Failure to provide an acceptable financial guarantee within the specified time frame will result in an enforcement action against IGMI for failure to maintain an acceptable financial guarantee.**

Term of Notice - Your Notice will remain in effect for 2 years from the date of the original decision of December 21, 2006, unless you notify this office beforehand that operations have ceased and reclamation is complete. If you wish to conduct operations for another 2 years after the expiration date of your Notice, you must notify this office in writing on or before the expiration date as required by 43 CFR 3809.333.

Cultural Resources – There have been numerous cultural resource sites identified within the Project area. Therefore, it is recommended that Idaho General Mines have a BLM approved archeologist on site to monitor Project activities. If archaeological sites are damaged you could be assessed fines under the civil provisions of the Archaeological Resources Protection Act (see 43 CFR 7, parts 7.4, 7.14, 7.15 and 7.16). Therefore, it is recommended that you hire an archaeological contractor to do a cultural survey of the project area prior to beginning work. Pursuant 43 CFR 10.4(g) you must notify the authorized officer, Assistant Field Manager, Non Renewable Resources/Field Station Manager, by telephone, with written confirmation, immediately upon the discovery of human remains, funerary items, sacred objects, or objects of cultural patrimony. Further, pursuant to 43 CFR 10.4(c) and (d), you must stop activities in the immediate vicinity of the discovery and protect it from your activities for 30 days or until notified to proceed by the authorized officer.

Fire Restrictions – *The enclosed BLM News provides information regarding Fire Restrictions for North-Central Nevada.*

Guidelines for Operations Conducted Under a Notice - *The enclosed document provides additional stipulations concerning your notice.*

Appeal of the Decision Determining the Required Financial Guarantee Amount - *The enclosed two page document provides information on taking appeals to the Interior Board of Land Appeals.* If you do not agree and are adversely affected by this decision, in accordance with 43 CFR 3809.804, you may have the BLM State Director in Nevada review this decision. If you request a State Director review, the request must be received in the BLM Nevada State Office, 1340 Financial Blvd. 89502, P.O. Box 12000, Reno, Nevada 89520-0006, no later than 30 calendar days after you receive this decision. A copy of the request must also be sent to this office. The request must be in accordance with the provisions provided in 43 CFR 3809.805. If a State Director review is requested, this decision will remain in effect while the State Director review is pending, unless a stay is granted by the State Director.

If the Nevada State Director does not make a decision on whether to accept your request for review of this decision within 21 days of receipt of the request, you should consider the request declined and you may appeal this decision to the Interior Board of Land Appeals (IBLA). You then have 30 days in which to file your notice of appeal with the IBLA (see procedures below).

If you wish to bypass the State Director review, this decision may be appealed directly to the Interior Board of Land Appeals, Office of the Secretary, in accordance with the regulations contained in 43 CFR, Part 4 and the enclosed Form 1842-1. If an appeal is taken, your notice of appeal must be filed in this office (Battle Mountain Field Office, 50 Bastian Road, Battle Mountain, Nevada 89820) within 30 days

office (Battle Mountain Field Office, 50 Bastian Road, Battle Mountain, Nevada 89820) within 30 days from receipt of this decision. The appellant has the burden of showing that the decision appealed from is in error.

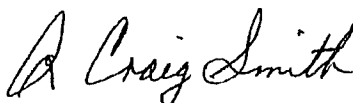
If you wish to file a petition pursuant to regulations 43 CFR 4.21 for a stay of the effectiveness of this decision during the time that your appeal is being reviewed by the Board, the petition for a stay must accompany your notice of appeal. A petition for a stay is required to show sufficient justification based on the standards listed below. Copies of this notice of appeal and petition for a stay must also be submitted to each party named in the decision and to the Interior Board of Land Appeals and to the appropriate Office of the Solicitor (see 43 CFR 4.413) at the same time the original documents are filed with this office. If you request a stay, you have the burden of proof to demonstrate that a stay should be granted.

Standards for Obtaining a Stay

Except as otherwise provided by law or other pertinent regulation, a petition for a stay of a decision pending appeal shall show sufficient justification based on the following standards:

1. The relative harm to the parties if the stay is granted or denied,
2. The likelihood of the appellant's success on the merits,
3. The likelihood of immediate and irreparable harm if the stay is not granted, and
4. Whether the public interest favors granting the stay.

Contact - If you have any questions pertaining to this decision, please contact Sheila Mallory, Geologist, at 775-635-4167 or Stephen Drummond, Supervisory Mining Engineer, at 775-635-4160 or at the above address.



R. Craig Smith
Acting Assistant Field Manager
Nonrenewable Resources

Enclosures

cc: BLM, Branch of Minerals Adjudication (NV-923)

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United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Nevada State Office
P.O. Box 12000 (1340 Financial Blvd.)
Reno, Nevada 89520-0006
<http://www.nv.blm.gov>



In Reply Refer To:
3809 (NV923z)

SEP 19 2007

DECISION

Principal:	:		
Idaho General Mines, Inc.	:	BLM Bond Number:	NVB000567
10 North Post St., Suite 610	:	Bond Amount Accepted:	\$466,309
Spokane, WA 99201	:		

Obligation Under Statewide Bond Increased

Effective November 3, 2005, the BLM Nevada State Office (NSO) accepted BLM Bond Number NVB000567 from Idaho General Mines, Inc. The bond provides for surface reclamation on operations conducted by Idaho General Mines, Inc. on lands in Nevada under federal regulations at 43 CFR 3809.

On September 12, 2007, the BLM Battle Mountain Field Office increased the reclamation cost estimate for surface disturbance on notice N-83120, the Mt. Hope West Project, to \$102,671. Effective the date of this Decision, \$102,671 is obligated to BLM bond number NVB000567 for N-83120.

Bond obligations adjusted by this Decision are shown in **bold** on the table below.

Operations Number	Operations Name	Bond Amount Obligated
N-80914	Mount Hope East	\$ 56,736
N-83120	Mount Hope West	\$ 102,671
N-83245	Central "B" Well	\$ 78,629
N-83246	Central "A" Well	\$ 52,343
Total Obligations Under NVB000567		\$ 290,379

Considering the total amount of BLM Bond Number NVB000567 and the amount currently obligated for surface reclamation, \$175,930 remains available for future amendments or new operations.

If you have any questions, please call Lacy Trapp at 775-861-6599; send facsimile to 775-861-6710; write to the attention of NV923z at the address on the letterhead; or send electronic mail to Lacy_Trapp@nv.blm.gov.

ATANDA CLARK

Atanda Clark
Chief, Branch of Minerals Adjudication

cc:

Idaho General Mines, Inc.
Attn: Brian Musser
455 8th Street
Elko, NV 89801

NV060 (SDrummond, LMarine)
NV923 (CDragon)



SRK Consulting (U.S.), Inc.
1250 Lamaille Hwy, #520
Elko, Nevada
89801 USA

email: elko@srk.com
URL: <http://www.srk.com>
Tel: 775.753.4151
Fax: 775.753.4152

December 19, 2006

Mr. Thomas Seeley
U.S. Bureau of Land Management
Battle Mountain Field Office
50 Bastian Road
Battle Mountain, Nevada 89820

RECEIVED - ELKO, NV
2006 DEC 20 PM 11:34
BUREAU OF LAND MANAGEMENT

Re: Mount Hope Mine Drilling Program – Additional Baseline Drilling Notice

Dear Mr. Seeley:

On behalf of Idaho General Mines, Inc. (IGMI), SRK is submitting this Notice to conduct condemnation drilling for IGMI's Mount Hope Project. The results from this program will be used as baseline information in the environmental impact statement. The Notice describes the Project Area location, the proposed activities, and reclamation activities. A reclamation bond estimate is also included.

Please call Mr. John Mears (IGMI) at 509.838.1213 if you have any questions concerning this submission.

Sincerely,
SRK Consulting (U.S.), Inc.

Val Sawyer
Principal Consultant

cc: J. Mears, IGMI

Group Offices:

Africa
Asia
Australia
North America
South America
United Kingdom

North American Offices:

Denver 303.985.1333
Elko 775.753.4151
Fort Collins 970.407.8302
Reno 775.828.6800
Toronto 416.601.1445
Tucson 520.544.3668



Mount Hope
Amendment to Notice for
Condemnation Drilling
Activities

Report Prepared for
Idaho General Mines, Inc.

Report Prepared by
 **SRK Consulting**
Engineers and Scientists

The SRK Consulting logo features a stylized, bold, black graphic of a mountain peak or a stylized 'V' shape to the left of the company name. The name "SRK Consulting" is in a bold, sans-serif font, and "Engineers and Scientists" is in a smaller, italicized font below it.

December 2006



Mount Hope

**Amendment to Notice for
Condemnation Drilling Activities**

Idaho General Mines, Inc.

**Mount Hope
10 N. Post Street, Suite 610
Spokane, WA 99201
Phone: (509) 838-1213
Fax: (509) 838-0457**

**SRK Consulting (U.S.), Inc.
Suite 520, 1250 Lamoille Highway
Elko, Nevada, USA 89801**

**Tel: 775.753.4151 Fax: 775.753.4152
Web site: www.srk.com**

SRK Project Number 157501

December 2006

Author: Val Sawyer

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Figure 1: Project Area for Notice – Level Drilling

Appendices

Appendix A – List of Claims

Appendix B – Mount Hope Mine Project Bond Cost Estimate

1. Operator Information


1.1 Name and Address

Corporate: Idaho General Mines, Inc.
Address: N. 10 Post Street, Suite 610
Spokane WA 99201
Phone: 509.838.1213
Fax: 509.838.0457

Corporate Contact: John Mears
Phone: 509.227.6861
Fax: 509.838.0457

Local Contact: SRK Consulting, Inc.
Address: 1250 Lamoille Hwy, Suite 520
Elko, NV 89801
Contact: Val Sawyer
Phone: 775.753.4151
Fax: 775.753.4152

1.2 Taxpayer ID Number

The taxpayer ID number 

1.3 List Claim Names and BLM Serial Numbers

The claim names and BLM serial numbers are included in Appendix A.

1.4 Location of Proposed Activity

The proposed drilling project will be located in the areas defined in Table 1.

Table 1: Project Disturbance

Township	Range	Section
22N	51E	1, 2, 12
22N	51½E	12, 13,
22N	52E	7, 18`1

Figure 1 shows the general project location.

2 Description of Existing and Proposed Disturbance in Project Area

2.1 Existing Disturbance

The Project Area has an extensive mining history. The Project Area is located in the Mount Hope Mining District which includes the historical workings of the Mount Hope Mine, located on the eastern flank of Mount Hope. Zinc-rich ores containing concentrations of lead, silver, and copper were discovered in 1870 in the district. However, it was not until 1886 that work began at the Mount Hope Mine which was the only productive property in the district. The zinc-rich skarn ores were mined intermittently until the middle 1940s from four principal areas: the Lorraine Area; the Whim Shaft; the Mount Hope No. 1 adit, and the No. 2 adit (WESTEC 1995).

The major workings in the Lorraine Area were opened in 1886 and consist of a main adit about 240 feet in length, two shafts about 90 and 135 feet, and drifts on four levels. The Mount Hope No. 2 adit was driven in 1890 along with the Whim shaft. The No. 2 adit is about 1,350 feet long with about 1,745 feet of subdrifts, crosscuts, and raises. The Whim shaft is about 90 feet deep.

In 1926 the U.S. Smelting, Refining, and Mining Company drove the Mount Hope No. 1 adit which is about 800 feet long and has about 3,255 feet of drifts, crosscuts, raises, and winzes. The property was optioned to Universal Exploration Company in 1928, which subsequently purchased the property in 1930. Additional exploration work was conducted under a number of leases until the 1940s when Callahan Zinc-Lead Company obtained a long-term lease and initiated an extensive drilling and development program. A power plant and concentrating mill and tailings impoundments were constructed by the Callahan Company. Exploration in 1943, 1944, and 1945 included a drilling program conducted by the U.S. Bureau of Mines. The first concentrates were shipped in 1945, but the mine was shut down in 1947 after a fire destroyed the powerhouse. No further production occurred after 1947 (WESTEC 1995).

In 1967 patented and unpatented claims were acquired by Mount Hope Mines, Inc. Since 1967 the patented and unpatented claims comprising the Mount Hope Mines, Inc. property have been owned by Mr. H Jensen, who subsequently sold an interest in the property to Mr. H. Drimmer. Activities since that time have included some exploratory drilling in the mine area and the intermittent toll milling of ores. During this period a decline adit was driven by Mount Hope Mines, Inc. and intercepted the Mount Hope No. 1 adit through an air raise shaft (WESTEC 1995).

Several companies including Bear Creek Mining Company, Phelps Dodge, Phillips Petroleum Company, AMAX, ASARCO, and Gulf Mineral Resources examined the property during the 1970s. An extensive drilling and development program by the Mount Hope Mining Company and Phillips Petroleum Company during 1970 and 1971 confirmed that substantial copper mineralization occurred at depth and a low grade but continuous molybdenum mineralization occurred also (WESTEC 1995).

The most significant recent activity was Exxon Minerals Company (Exxon) negotiating for an option agreement with Mount Hope Mine, Inc. in 1978. Drilling by Exxon revealed substantial molybdenum mineralization areas at depth for future exploration and development. Feasibility evaluation of the Mount Hope mineral system by Exxon included drilling, collection and analysis of geologic data, resource estimation, mine planning, metallurgical studies, and rock mechanic studies. Exxon filed a Notice of Intent on January 28, 1981 and amended this Notice on February

18 and June 18, 1981. Because disturbance was expected to exceed five acres, a Plan of Operations was filed on June 30, 1981 and assigned Case File No. N64-81-015P. Exxon constructed about 14 miles of roads and reclaimed about ten miles leaving four miles for public access and subsequent minerals exploration. Exxon's entire disturbance occurred before October 1990.

A draft Environmental Impact Statement was prepared in 1985 and released for public and agency comment.

2.2 Amended Proposed Activities

This amended Notice describes the proposed activities related to infill, oriented core holes, and condemnation drilling to collect information for subsequent use in pit and waste rock storage area stability analysis. IGMI proposes to drill infill holes, condemnation holes, and oriented core holes. Existing roads and drill pads will be used to the extent possible. In general, the data collection activities will include core and reverse circulation drilling. Table 2 presents the proposed disturbance. Figure 1 shows the locations of the proposed disturbance.

Table 2: Proposed Disturbance

Category	Length	Width	Number	Hole Diameter (inches)	Hole Depth (ft)	Acres ¹
Infill holes (core) ²	-	-	14	8	2,000	
Oriented holes (core) ²	-	-	5	8	2,000	
Condemnation holes (reverse circulation) ²	-	-	8	3.78	1,000	
New drill pads and sumps ³	50	120	21	-	-	2.2
New roads	1,780	25	-	-	-	1.0
Total	-	-	-	-	-	3.2

¹ Acres include disturbance associated with sloped surfaces

² Sumps are included within the pad footprint.

³ 21 new pads will be created but a portion of some pads will be located on existing disturbance that is not included in the total acres.

The infill holes are needed to identify the outer extents of the ore body while the condemnation holes are needed to verify that no mineralization exists under the proposed waste rock storage areas. The core generated from the oriented core holes will be inspected to identify geologic features that may affect pit stability and waste rock storage area placement. The information from these holes will be used to assess potential impacts in the upcoming environmental impact statement. The condemnation holes will be left open for future investigations

Existing roads will be used to the greatest extent possible. Only routine maintenance and minor repairs will be performed on the existing roads. Running surfaces of new roads will be about 13 feet in width with disturbance exceeding that width on sloped surfaces. The disturbance estimate assumes that all new roads will disturb a corridor about 25 feet in width; however the running surface will be narrower. Growth media will be pushed in to berm along the side of the road. Sediment will be controlled as needed.

2.3 Approximate Date Operation Will Begin and End

The proposed project will begin in December 2006 and be completed by December 2008.

2.4 Standard Operating Procedures

2.4.1 Cultural Resources

A Class III cultural resources survey was performed in 2006. As needed, Class III surveys will be conducted on travel routes and areas of proposed activity that have not been previously surveyed. Because the exact locations of drill sites and cross-country travel routes will be dependent on geological conditions and the results of ongoing drilling, IGMI cannot predict precisely where disturbance will occur. IGMI will contract with a BLM-permitted archeologist prior to any surface disturbance to perform a Class III cultural resources study on the cross-country travel routes, constructed/improved roads, drill pads, and trenches. If a cultural resources site is located, the disturbance will be moved to avoid the site. The results of each survey will be submitted to BLM.

Avoidance is the IGMI-preferred treatment for preventing effects to historic properties [a historic property is any prehistoric or historic site eligible to the National Register of Historic Places (NRHP)] or unevaluated cultural resources.

If avoidance is not possible or is not adequate to prevent adverse effects, IGMI will undertake data recovery at the affected historic properties in accordance with the Memorandum of Understanding between BLM, Nevada State Historic Preservation Office (SHPO), and the Advisory Council on Historic Preservation. Development of a treatment plan, data recovery, archeological documentation, and report preparation will be based on the "Secretary of the Interior's Standards and Guidelines for Archeology and Historic Preservation," 48 CFR 44716 (September 29, 1983), as amended or replaced. If an unevaluated site cannot be avoided, additional information will be gathered and the site will be evaluated. If the site does not meet eligibility criteria as defined by the Nevada SHPO, no further cultural work will be performed. If the site meets eligibility criteria, a data recovery plan or appropriate mitigation will be completed under the Programmatic Agreement. Once data recovery has been completed at a historic property, the BLM will issue a Notice to Proceed for work at that location.

2.4.2 Pony Express Trail

In order to avoid or mitigate impacts to the Pony Express Trail, IGMI will ensure that:

- Test trenches and drill/bore holes west of the Highway 278, will be moved either a minimum of 50 meters away from the Pony Express Trail or in an area screened from view from the trail.
- Backhoe and truck access will be limited to one pass, as all can be dug, logged and backfilled in one campaign.

2.4.3 Surface and Ground Water

Drilling activities will not occur within 100 feet of seep, springs, or streams. Drill holes will be closed in accordance with NAC 534 to prevent impacts to groundwater. Completed drill holes

used for monitoring purposes will be secured with a locking cap to prevent tampering.

2.4.4 Solid Waste

All project-related refuse will be hauled from the site for disposal on a regular basis. No refuse will be disposed on-site. In the event hazardous or regulated material such as diesel fuel is spilled, the area will be cleaned and the Nevada Department of Environmental Protection (NDEP) will be notified as per NDEP regulations.

2.4.5 Air Quality

Project-related traffic will observe prudent speed limits to enhance public safety, protect wildlife and livestock, and minimize fugitive dust.

2.4.6 Erosion and Sediment Control

Maintenance of the exploration roads includes minor seasonal regrading and re-establishment of water bars when necessary. The effectiveness of erosion control measures will be monitored in the spring and fall.

2.4.7 Fire Protection

All mobile equipment will be properly muffled and equipped with suitable fire suppression equipment, such as fire extinguishers and hand tools.

2.4.8 Forestry

IGMI will obtain firewood permits from the BLM on an as-needed basis prior to removing piñon /juniper trees from areas proposed for disturbance. Subject to safety-related constraints, these downed trees will be made available to employees and other interested persons for use as firewood.

2.4.9 Wildlife

Land clearing and surface disturbance would be timed to prevent destruction of active bird nests or young of birds during the avian breeding season (May 1 to July 15, annually in accordance with the Battle Mountain Field Office policies) to comply with the Migratory Bird Treaty Act (MBTA). If surface disturbing activities are unavoidable, IGMI would have a qualified biologist survey areas proposed for disturbance for the presence of active nests immediately prior to the disturbance.

If active nests are located, or if other evidence of nesting is observed (mating pairs, territorial defense, carrying nesting material, transporting of food), the area would be avoided to prevent destruction or disturbance of nests until the birds are no longer present. Avian surveys are proposed to be conducted only during the avian breeding season and immediately prior to IGMI conducting activities that result in disturbance. After such surveys are performed, and disturbance created (i.e., road construction and drill pad development), IGMI would not conduct any additional disturbance during the avian breeding season without first conducting another avian survey. After July 15, activities would continue; no further avian surveys, in compliance with MBTA, would be conducted until the next year.

2.4.10 Wild Horses

Gates on the highway right-of-way for State Highway 278 closed at all times. IGMI will forward information regarding water encountered during drilling to BLM for potential future mitigation. Personnel onsite will use caution during the March through June foaling season; at no times will wild horses be chased or harassed. IGMI will keep a record of observations of wild horse movements and locations.

2.4.11 Livestock

IGMI will inform employees and contractors to leave gates in the position found (open or closed) and to not harass livestock.

2.4.12 Employee Training

IGMI will train employees, contractors, and other related personnel as to the environmental responsibilities required under this notice.

3 Reclamation Plan

Appendix B contains a description of the proposed reclamation activities and the projected cost.

3.1 Proposed Activities for Reclamation

3.1.1 Re-contouring, Seedbed Preparation, and Seeding

IGMI will minimize disturbance by utilizing existing roads and trails and cross-country travel routes where feasible. Newly constructed roads and pads will be reclaimed by restoring the disturbance to approximate its original topography. Existing roads will remain in place. Any culverts installed during the project will be removed, and the sumps will be backfilled.

Scarifying compacted cross-country travel routes to the extent practical will be the primary means by which seedbeds will be prepared. Sidecast growth media will be replaced and the surface will be scarified prior to seeding. Efforts will be taken to scarify only those portions of the road which are compacted and require seeding (e.g., tire tracks) while minimizing disturbance to the established vegetation.

Disturbance and cross-country travel routes will be seeded during reclamation. Reclamation will generally be accomplished with native seeds only but may include some fast growing non-native species. The native species will be representative of the indigenous species present in the adjacent habitat. The reclamation plant list proposed for the project area is "Mix 1" from the Nevada Reclamation Cost Estimation model. This mix may vary depending on seed availability.

Seeding procedures will be dependent upon site characteristics. IGMI will use a hand-broadcast seeder to apply the mix. Seeding will occur in late fall or early spring to ensure a greater chance of revegetation success. Other measures that will be taken to prevent undue degradation include road maintenance and sediment control.

IGMI will attempt to reduce the spread of noxious weeds on lands disturbed by the proposed project by avoiding travel, whenever possible, through areas infested by noxious weeds to prevent windblown and mechanical transport of seed sources caused by exploration activities.

Should IGMI decide not to proceed with additional exploration or production at the site, the post-exploration goal will be to restore lands for use as mineral exploration, livestock grazing, wildlife habitat, and dispersed recreation. It is anticipated that available forage will be enhanced by seeding with the above mentioned forage species.

3.1.2 Measures Used to Minimize Loading of Sediment to Surface Waters

IGMI will use existing roads, trails and cross-country travel routes whenever possible to minimize the disturbance created during access to, and from the drill site locations. Proposed environmental protection measures as detailed in Section 2, will minimize impacts to surface waters. Constructed sediment control features will be regraded following reclamation to reestablish, as nearly as possible, the natural drainage patterns. Silt fences will be used to contain sediment on reclaimed sites immediately adjacent to drainages as needed.

3.1.3 Schedule for the Project and Reclamation

Drilling activities will commence upon approval of this notice and are expected to be completed during the fourth quarter of 2007 depending on weather conditions. Upon completion of drilling activities and based upon future activities, earthwork will be completed on areas no longer required in the exploration program. Cross-country travel routes will be reclaimed as soon as practical after the cessation of drilling activities in the area. Reseeding will occur in the late fall or early spring months.

Because development of Mount Hope Mine is planned, the disturbance associated with this Notice may be transferred to a mine plan of operations and the reclamation costs included in the mine reclamation bond. In this event, reclamation will be undertaken in conjunction with mine reclamation.

3.1.4 Drill Hole Plugging Procedures

Mineral exploration drill holes subject to Nevada Division of Water Resources regulations will be abandoned in accordance with applicable rules and regulations (NAC 534).

3.1.5 Monitoring

IGMI will monitor the disturbance for three years after the completion of drilling activities.

3.1.6 Measures to be taken during Extended Periods of Non-Operation

Areas no longer needed for future drilling activities will be reclaimed as soon as possible. Interim stabilization measures will be taken as necessary at these sites.

4 Reclamation Costs

The proposed reclamation costs are included in Appendix B and are based on the 2005 Nevada Standard Reclamation Bond Calculation model (Beta 3b).

4.1 Narrative Description of Proposed Reclamation Activities

A narrative description of earthwork and revegetation reclamation activities can be found in Section 3 above. Structures will not be built in the Project Area. Maintenance, mobilization/demobilization, and agency administrative/management costs are accounted for in the Reclamation Bond Checklist, Appendix B.

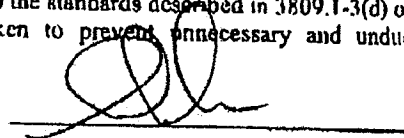
4.2 Reclamation Cost Estimate

See the reclamation cost estimate in Appendix B.

5 Reclamation Responsibility

"Reclamation of all areas disturbed will be completed to the standards described in 3809.1-3(d) of this title and that reasonable measures will be taken to prevent unnecessary and undue degradation of the federal lands during operations."

Signature:



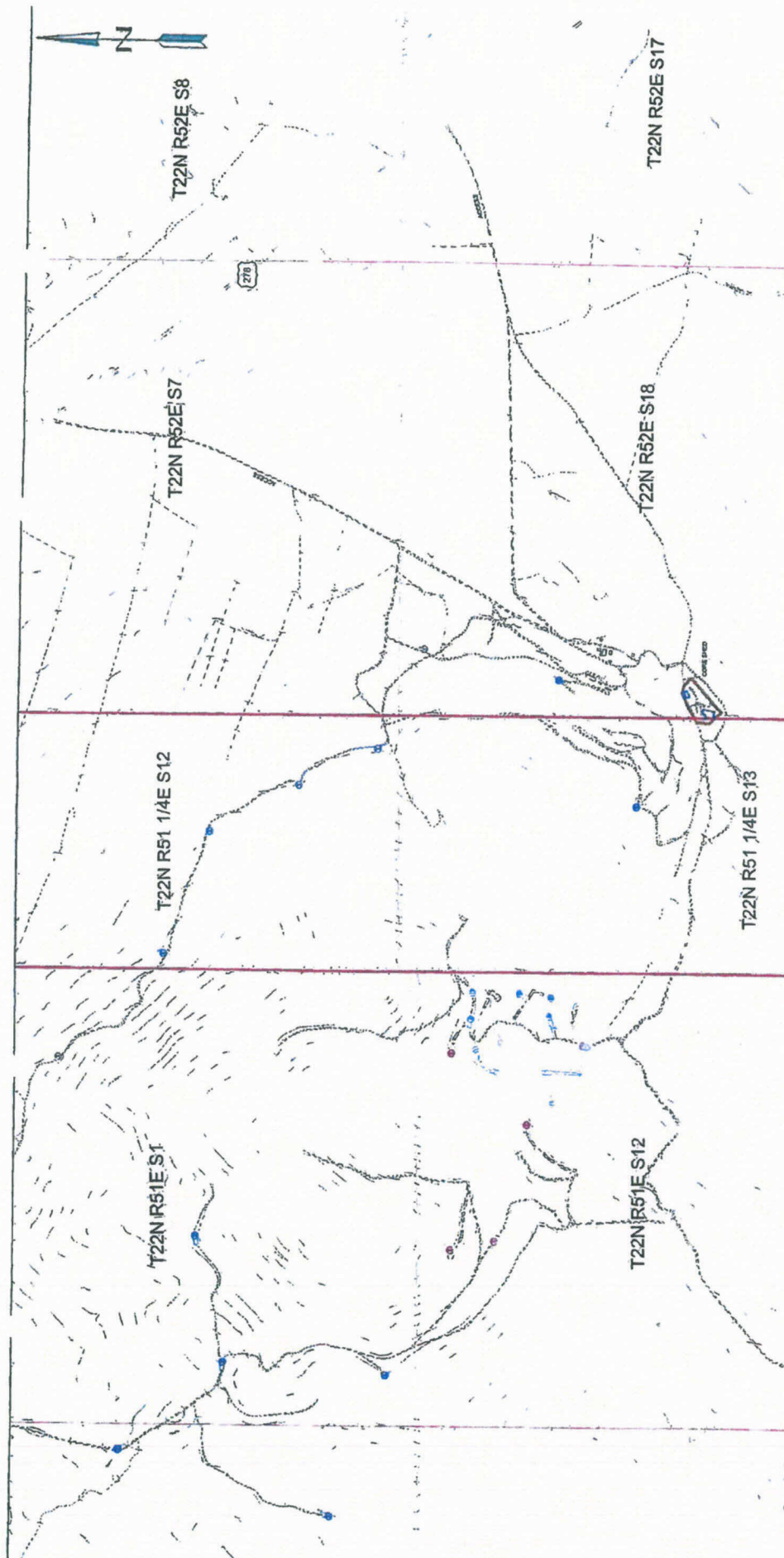
Date:

12-15-06

Title:

Director, Mining & Geology

Figures



LEGEND

- Surface Ground Contours at 25' Intervals
- Proposed Condemnation Drill Holes
- Proposed In Fill Drill Holes
- Proposed Oriented Core Drill Holes
- Proposed Roads and Pads
- Highway 278
- Unpaved road

IDAHO GENERAL MINES, INC.

DATE	12-15-06
DESIGN	
DRAFTED	
SCALE	1"=5000'

MOUNT HOPE PROJECT
PROPOSED CONDEMNATION
DRILLING LOCATIONS

APPENDIX A
LIST OF CLAIMS

Mount Hope Mining Claims

Idaho General Mines, Inc.

Claim Name	Number	BLM Number
Hope	87	NMC 881726
Hope	89	NMC 881727
Hope	2,4,6,8,10,12,14,16,18,20,22,24,26,28,30,32,34,36,38,40,42,44,46-69	NMC 883765 - 883810
Bowser	17,17-A,17-C,18,19,20,20-A,32,34,36,38,43,45,47,49	NMC 882185 - 882199
Bowser	11-B,12-B,16,22,22-A,22-B,22-C,24,26,28,30,44,46,48,50,52,54,56	NMC 883747 - 883764
ND	1 thru 54	NMC 885079 - 885132
SD	1 thru 22, 24,26, 27 thru 54, 56, 57	NMC 884974 - 885027
SD	23, 25, 55, 58 thru 80	NMC 893743 - 893768
WC	1 thru 38, 45 thru 57	NMC 885028 - 885078
ET	1 thru 90, 92 thru 185	NMC 884790 - 884973

Mount Hope Mines, Inc.

Claim Name	Number	BLM Number
Hope	1	NMC 97571
Hope	3	NMC 97573
Hope	5	NMC 97575
Hope	7	NMC 97577
Hope	9	NMC 97579
Hope	11	NMC 97581
Hope	13	NMC 97583
Hope	15	NMC 97585
Hope	17	NMC 97587
Hope	19	NMC 97589
Hope	21	NMC 97591
Hope	23	NMC 97593
Hope	25	NMC 97595
Hope	27	NMC 97597
Hope	29	NMC 97599
Hope	31	NMC 97601
Hope	33	NMC 97603
Hope	35	NMC 97605
Hope	37	NMC 97607
Hope	39	NMC 97609
Hope	41	NMC 97611
Hope	43	NMC 97613
Hope	45	NMC 97615
Hope	70 thru 85	NMC 97640 - 97655
Hope	88	NMC 97658
Bowser	1 thru 4, 8,9,11,12,14,15	NMC 97479 - 97488
Bowser	21	NMC 97494
Bowser	23	NMC 97496
Bowser	25	NMC 97498
Bowser	27	NMC 97500
Bowser	29	NMC 97502
Bowser	31	NMC 97504
Bowser	33	NMC 97506
Bowser	35	NMC 97508
Bowser	37	NMC 97510
Bowser	61 thru 70	NMC 97530 - 97539
Bowser	73 thru 76, 11A	NMC 97542 - 97546
Bowser	12A	NMC 97548
Bowser	21A	NMC 97453
Bowser	23A, 25A, 27A, 29A, 31A, 33A, 35A, 37A, FRAC, #14 FRAC, #15 FRAC	NMC 97557 - 97567
Lookout	1 thru 3	NMC 23201 - 23203
West Incline	1 thru 3	NMC 97568 - 97570
Hop	3-R	NMC 394138
Hop	4R	NMC 230641
TIA	TIA, 1 thru 13	NMC 97660 - 97673

APPENDIX B
MOUNT HOPE MINE PROJECT
NOTICE RECLAMATION BOND ESTIMATE

STANDARDIZED RECLAMATION COST ESTIMATOR

Version 1.1.1 (updated November 9, 2006)

COST DATA FILE INFORMATION

File Name: drill holes_121506_1_1_1.xls
Cost Data File: cost_data-std-nv2006.xls
Cost Data Date: October 1, 2006
Cost Data Basis: Standardized Data
Author/Source: Nevada Division of Environmental Protection (NDEP) & NV BLM

PROJECT INFORMATION

Project Name: Mount Hope Drilling
Date of Submittal: December 15, 2006
Select One: ☒ Notice or Sm Exploration Plan ☐ Lg Exploration Plan ☐ Mine Plan of Operations
Select One: ☒ Private Land ☐ Public or Public/Private
Cost Basis Category: N. Nevada Notice Level
Cost Basis Description: Notice Level Cost Basis for Churchill, Douglas, Elko, Esmeralda, Eureka, Humboldt, Lander, Lyon, Mineral, Pershing, Storey, Washoe, and N 1/2 White Pine Counties
☒ This project is in the State of Nevada

This version has been validated and verified by the NDEP and BLM for use in Nevada for a six-month trial period ending on or about April 30, 2007.

Project Name: Mount Hope Drilling
Project Date: December 15, 2006
drill holes_121506_1_1_1.xls
Notice

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Cost Summary
Exploration
Exploration Roads & Pads
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Heap Leach Pads
Tailings
Roads
Pits
Underground Openings
Foundations and Buildings
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Sediment & Drainage Control
Process Ponds
Landfills
Yards, Etc.
Waste Disposal
Misc. Costs
Monitoring
Construction Management
Labor Costs
Equipment Costs
Material Costs
Misc. Unit Costs
Fleets (Crews)
Productivity
Seed Mixture #

NEVADA STANDARDIZED RECLAMATION BOND CALCULATION - SUMMARY

Project Name: Mount Hope Drilling
 Project Date: December 15, 2006
 Model Version: Version 1.1.1 (updated November 9, 2006)
 File Name: drill holes_121506_1_1_1.xls

A. Earthwork/Recontouring				
	Labor ⁽¹⁾	Equipment ⁽²⁾	Materials	Total
Exploration	\$2,568	\$4,729	\$3,847	\$11,144
Exploration Roads & Drill Pads	\$814	\$184	\$0	\$1,008
Roads	\$0	\$0	\$0	\$0
Well Abandonment*	\$0	\$0	\$0	\$0
Pits	\$0	\$0	\$0	\$0
Underground Openings	\$0	\$0	N/A	\$0
Process Ponds	\$0	\$0	\$0	\$0
Heaps	\$0	\$0	\$0	\$0
Waste Rock Dumps	\$0	\$0	\$0	\$0
Landfills	\$0	\$0	\$0	\$0
Tailings	\$0	\$0	\$0	\$0
Foundation & Buildings Areas	\$0	\$0	\$0	\$0
Yards, Etc.	\$0	\$0	\$0	\$0
Drainage & Sediment Control	\$0	\$0	\$0	\$0
Other**	\$0	\$0	\$0	\$0
Subtotal	\$3,382	\$4,923	\$3,847	\$12,152
Mob/Demob*	\$800	\$800	\$0	\$1,600
Subtotal "A"	\$4,182	\$5,723	\$3,847	\$13,752
B. Revegetation/Stabilization				
	Labor ⁽¹⁾	Equipment ⁽²⁾	Materials	Total
Exploration	\$0	\$0	\$0	\$0
Exploration Roads & Drill Pads	\$166	\$140	\$606	\$912
Roads	\$0	\$0	\$0	\$0
Well Abandonment	\$0	\$0	\$0	\$0
Pits	\$0	\$0	N/A	\$0
Underground Openings	\$0	\$0	\$0	\$0
Process Ponds	\$0	\$0	N/A	\$0
Heaps	\$0	\$0	\$0	\$0
Waste Rock Dumps	\$0	\$0	\$0	\$0
Landfills	\$0	\$0	\$0	\$0
Tailings	\$0	\$0	\$0	\$0
Foundation & Buildings Areas	\$0	\$0	\$0	\$0
Yards, Etc.	\$0	\$0	\$0	\$0
Drainage & Sediment Control	\$0	\$0	\$0	\$0
Other**	\$0	\$0	\$0	\$0
Subtotal "B"	\$166	\$140	\$606	\$912
C. Detoxification/Water Treatment/Disposal of Wastes**				
	Labor ⁽¹⁾	Equipment ⁽²⁾	Materials	Total
Process Ponds/Sludge*	\$0	\$0	\$0	\$0
Heaps*	\$0	\$0	\$0	\$0
Dumps (Waste & Landfill)*	\$0	\$0	\$0	\$0
Tailings*	\$0	\$0	\$0	\$0
Surplus Water Disposal*	\$0	\$0	\$0	\$0
Monitoring*	\$0	\$0	\$0	\$0
Miscellaneous*	\$0	\$0	\$0	\$0
Solid Waste - On Site	\$0	\$0	N/A	\$0
Solid Waste - Off Site	\$0	\$0	\$0	\$0
Hazardous Materials	\$0	\$0	\$0	\$0
Hydrocarbon Contaminated Soils	\$0	\$0	\$0	\$0
Other**	\$0	\$0	\$0	\$0
Subtotal "C"	\$0	\$0	\$0	\$0
D. Structure, Equipment and Facility Removal				
	Labor ⁽¹⁾	Equipment ⁽²⁾	Materials	Total
Foundation & Buildings Areas	\$0	\$0	\$0	\$0
Other Demolition	\$0	\$0	\$0	\$0
Equipment Removal	\$0	\$0	\$0	\$0
Fence Removal	\$0	\$0	\$0	\$0
Fence Installation	\$0	\$0	\$0	\$0
Pipe & Culvert Removal	\$0	\$0	\$0	\$0
Powerline Removal	\$0	\$0	\$0	\$0
Transformer Removal	\$0	\$0	\$0	\$0
Rip-rap, rock lining, gabions	\$0	\$0	\$0	\$0
Other Misc. Costs	\$0	\$0	\$0	\$0
Other**	\$0	\$0	\$0	\$0
Subtotal "D"	\$0	\$0	\$0	\$0
E. Monitoring				
	Labor ⁽¹⁾	Equipment ⁽²⁾	Materials	Total
Reclamation Monitoring and Maintenance	\$1,961	\$94	\$81	\$2,116
Ground and Surface Water Monitoring	\$0	\$0	\$0	\$0
Subtotal "E"	\$1,961	\$94	\$81	\$2,116
F. Construction Management & Support				
	Labor	Equipment ⁽²⁾	Materials	Total
Construction Management	\$568	\$57	N/A	\$625
Construction Support	\$0	\$0	\$0	\$0
Road Maintenance	\$0	\$0	\$0	\$0
Other**	\$0	\$0	\$0	\$0
Subtotal "F"	\$568	\$57	\$0	\$625
G. Operational & Maintenance Costs				
	Labor ⁽¹⁾	Equipment ⁽²⁾	Materials ⁽²⁾	Total
Subtotal A through F	\$6,877	\$6,014	\$4,514	\$17,405

* Costs estimated outside of standardized model - additional documentation required.

** Other Operator supplied costs - additional documentation required.

NEVADA STANDARDIZED RECLAMATION BOND CALCULATION - SUMMARY

Project Name: Mount Hope Drilling
 Project Date: December 15, 2006
 Model Version: Version 1.1.1 (updated November 9, 2006)
 File Name: drill holes_121506_1_1.xls

Indirect Costs		Include?	Total
1. Engineering, Design and Construction (ED&C) Plan (7)			
2. Contingency (8)			
3. Insurance (9)		\$103	\$1,741
4. Performance Bond (10)			\$103
5. Contractor Profit (11)			N/A
6. Contract Administration (12)			\$1,741
7. BLM Indirect Cost (13)			\$1,741
Subtotal Add-On Costs			\$368
			\$5,690
Grand Total			\$23,095

Administrative Cost Rates (%)				
Cost Ranges for Indirect Cost Percentages				
	<=	<=	<=	>
1. Engineering, Design and Construction (ED&C) Plan (7)	\$1,000,000	\$25,000,000		\$25,000,000
Variable Rate	8%	6%		4%
2. Contingency (8)	\$500,000	\$5,000,000	\$50,000,000	\$50,000,000
Variable Rate	10%	8%	6%	4%
3. Insurance (9)	1.5% of labor costs			
4. Bond (10)	3.0% of the O&M costs if O&M costs are >\$100,000			
5. Contractor Profit (11)	10% of the O&M costs			
6. Contract Administration (12)	\$1,000,000	\$25,000,000		\$25,000,000
Variable Rate	10%	8%		6%
7. BLM Indirect Cost (13)	21% of Contract Administration			

RECLAMATION COST ESTIMATION SUMMARY SHEET FOOTNOTES

- Federal construction contracts require Davis-Bacon wage rates for contracts over \$2,000. Wage rate estimates may include base pay, payroll loading, overhead and profit. To avoid double counting of any of the identified administrative costs the operator must itemize the components of their labor cost estimates or provide BLM with a signed statement, under penalty of USC 1001, that identifies what specific administrative costs are included in the quoted hourly rate.
- The reclamation cost estimate must include the estimated plugging cost of at least one drill hole for each active drill rig in the project area. Where the submitted Notice or approved Plan of Operations calls for drill holes to be plugged, but doesn't specifically require the drill holes be plugged before the drill rig has been moved from the drill pad, the reclamation cost estimate must include the plugging cost for those drill holes. For all drill holes and wells scheduled to be left open, the estimated plugging cost must be included in the reclamation cost estimate. Where the approved Plan of Operations proposes immediate mining through an area where the drilling is to occur, and the cost of the post-mining reclamation is included in the reclamation cost estimate, the cost estimate does not need to include the plugging costs for those drill holes.
- Miscellaneous items should be itemized on accompanying worksheets.
- Fluid management should be calculated only when mineral processing activities are involved. Fluid management represents the costs of maintaining proper fluid management to prevent overflow of solution ponds through premature cessation or abandonment of operations. Calculate a minimum six month direct cost estimate which includes power, supplies, equipment, labor and maintenance.
- Handling of hazardous materials includes the cost of decontaminating, neutralizing, disposing, treating and/or isolating all hazardous materials used, produced, or stored on the site.
- Any mitigation measures required in the Plan of Operations must be included in the reclamation cost estimate. Mitigation may include measures to avoid, minimize, rectify and reduce or eliminate the impact, or compensate for the impact.
- Engineering, design and construction (ED&C) plans are often necessary to provide details on the reclamation needed to contract for the required work. To estimate the cost to develop an ED&C plan use 4-8% of the O&M cost. Calculate the ED&C cost as a percentage of the O&M cost as follows: up to and including \$1 million, use 8%; over \$1 million to \$25 million, use 6%; and over \$25 million, use 4%. Inclusion of a line item for the development of an ED&C plan may not be necessary for small operations, such as notice-level exploration. With small, uncomplicated reclamation efforts contracting may be able to proceed without developing an ED&C plan. [ED&C is automatically eliminated if "Notice" is selected on the Property Information Sheet]
- A contingency cost is included in the reclamation cost estimation to cover unforeseen cost elements. Calculate the contingency cost as a percentage of the O&M cost as follows: up to and including \$500,000, use 10%; over \$500,000 to \$5 million, use 8%; over \$5 million to \$50 million, use 6%; and greater than \$50 million, use 4%. As with the ED&C cost, inclusion of a contingency cost may not be necessary for small operations, such as notice-level exploration.
- Insurance premiums are calculated at 1.5% of the total labor costs. Enter the premium amount if liability insurance is not included in the itemized unit costs.
- Federal construction contracts exceeding \$100,000 require both a performance and a payment bond (Miller Act, 40 USC 270et seq.). Each bond premium is figured at 1.5% of the O&M cost. Enter the sum of both premium costs on this line.
- For Federal construction contracts, use 10% of estimated O&M cost for the contractor's profit.
- To estimate the contract administration cost, use 6 to 10% of the operational and maintenance (O&M) cost. Calculate the contract administration cost as a percentage of the O&M cost as follows: up to and including \$1 million, use 10%; over \$1 million to \$25 million, use 8%; and greater than \$25 million use 6%.
- BLM's indirect cost rate is 21% of BLM's contract administration costs.

Bond Calculation Exploration

Project Name: Mount Hope Drilling- Notice or Exploration
Date of Submittal: December 15, 2006
File Name: drill holes_121506_1_1_1.xls
Model Version: Version 1.1.1 (updated November 9, 2006)
Cost Data: Standardized Data
Cost Data File: cost_data-std-nv2006.xls

Exploration - Cost Summary				
	Labor	Equipment	Materials	Totals
Hole Abandonment Costs	\$2,568	\$4,729	\$3,847	\$11,144
Trench Backfilling Costs			\$0	\$0
Subtotal Earthworks	\$2,568	\$4,729	\$3,847	\$11,144
Trench Revegetation Costs			\$0	\$0
Subtotal Revegetation	\$0	\$0	\$0	\$0
TOTALS	\$2,568	\$4,729	\$3,847	\$11,144

Color Code Key			
User Input - Direct Input	Direct Input		
User Input - Pull Down List	Pull Down Selection		
Program Constant (can override)	Alternate Input		
Program Calculated Value	Locked Cell - Formula or Reference		

Exploration hole surface seal thickness: 20.0 ft
Minimum seal above groundwater table: 50.0 ft

Exploration Drillhole Abandonment - User Input										
			Hole Plugging							
Description			Hole Type (select)	Diameter in	Total Number of Holes	Max Holes Open at One Time	Casing to Remove ft	Average Depth of Hole(1) ft bgs	Depth to Water ft bgs	Hole Plug Method (select)
1	Initial		Rotary	8	14	1	50	2,000	200	Grout Only
2	Condemnation		Reverse Circ Core	3.78	8	1	50	1,000	200	Grout Only
3	Oriented			8	5	1	50	2,000	200	Grout Only

Notes:
1 If core holes are pre-drilled, use length of hole below pre-drilled length

Exploration Trenches - User Input									
Trench Parameters					Backfill				
Description (required)					Revegetation				
Trench Length ft	Trench Depth ft	Trench Bottom Width ft	Trench Slope Angle degrees	Additional Hrs for Walk-in ⁽¹⁾	Backfill Material (select)	Cut Material Type (select)	Backfilling Fleet (select)	Seed Mix (select)	Fertilizer (select)
1									
2									
3									

1. Include one-way hours necessary to walk equipment in from drop-off point to work area

Bond Calculation Exploration

Project Name: Mount Hope Drilling- Notice or Exploration
Date of Submittal: December 15, 2006
File Name: drill holes_121506_1_1_1.xls
Model Version: Version 1.1.1 (updated November 9, 2006)
Cost Data: Standardized Data
Cost Data File: cost_data-std-nv2006.xls

Exploration Drillhole Abandonment

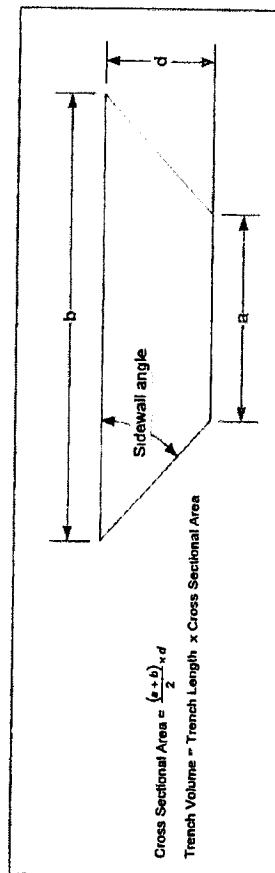
Description	Vol/root of depth ft3	Hole Plugging Material (1)	Total Grout Volume (2)	Total Cuttings Volume (3)	Total Top Seal Volume (4)	Total Drillhole Abandonment Hours (8.7)	Casing Removal Labor Cost (5)	Casing Removal Equipment Cost (6)	Plugging Labor Cost (9)	Plugging Equipment Cost (10)	Plugging Material Cost (11)	Top Seal Material Cost (12)	Total Cost (8.7)
1 Infill	0.35	Grout	32.25		0.16	8.2	\$79	\$193	\$1,001	\$1,782	\$1,774	\$43	\$4,872
2 Condemnation	0.08	Grout	3.67		0.04	3.1	\$79	\$193	\$329	\$586	\$202	\$11	\$1,400
3 Oriented	0.35	Grout	32.25		0.16	8.2	\$79	\$193	\$1,001	\$1,782	\$1,774	\$43	\$4,872
			68.17		0.36	19.5	\$237	\$579	\$2,331	\$4,160	\$3,760	\$97	\$11,144

Notes:

1. Assumes grout backfill from bottom of hole to 50' (15.24m) above static water level, up to distance from top of hole as set above.
2. Assumes 25% less to formation for grout backfill
3. If "Top Plug" hole plug method is used, assumes physical plug installed without backfill, grout or cement. Not available option for Nevada projects
4. Assumes up 10' (3 m) of hole is plugged with cement if "Grout Only", "Backfill + Grout", or "Cement Plug" hole plug method are chosen.
5. Assumes that a) casing is not cemented entire length, b) does not include temporary surface casing
6. Assumes minimum 1 hr per hole for abandonment (excluding move-to and casing removal)
7. Assumes fixed hours per hole for setup & tear-down and moving between holes (see Productivity Sheet) per drill hole (includes rig time if grouting required, labor crew only if cuttings backfill only)

Exploration Trenches - Calculations

Exploration Trench Volume Calculation



Dozing & Ripping/Scarifying Calculations

Dozing: Dozing distance = 1/2 trench length or 400 ft (max push) whichever is less
Assumes flat push (grade correction factor = 1)

Revegetation:

10 ft (3 m) added to trench width to account for revegetation under spoil pile

Bond Calculation Expl. Roads & Pads

Project Name: Mount Hope Drilling- Notice of Exploration
Date of Submission: December 15, 2006
File Name: drill holes_121506_1_1.xls
Model Version: Version 1.1.1 (updated November 9, 2006)
Cost Data File: cost_data-sid-nv2006.xls

Exploration Roads & Pads - Cost Summary

	Grading Costs	Labor	Equipment	Materials	Totals
	Cover Placement Cost			N/A	
	Paving Cost	\$814	\$184	N/A	\$1,000
	Subtotal Earthworks	\$814	\$184		\$1,000
	Revegetation Cost	\$168	\$140	\$606	\$913
	TOTALS	\$982	\$324	\$606	\$1,920

Color Code Key	User Input - Direct Input	Direct Input
	User Input - Pull Down List	Pull Down Selection
	Program Constant (Can override)	Alternate Input
	Program Calculated Value	Locked Cell - Formula or Reference

Maximum grade allowed for dozer: 10.0%
Original slope cutoff to include extra sump volume: 30.0%

Exploration Roads & Pads - User Input

You must fill in ALL green cells and relevant blue cells in this section for each road									
Physical (1)					User Overrides				
Facility Description	ID Code	Underlying Ground Slope % grade	Ungraded Slope - H/V	Cut Slope degrees	Road + Drift Pad Length ft	Road Width ft	Number of DMI Pads	Individual Sump Volume cu yd	Drill Pad Width ft
1 New drill pads and 10 pads	1	25.0	1.3	60	2,050	14	10	88	50
2 New drill road and 10 pads	2	15.0	1.3	60	2,050	14	10	88	50

1. All Physical parameters must be input with if manual overrides for volume or area are used.
2. Sump volume will be applied to all roads on slopes less than shown above per width (i.e. cut volume) should be adequate to account for sump volume.

Exploration Roads & Pads - User Input (cont.)

You must fill in ALL green cells and relevant blue cells in this section for each road									
Grading					Revegetation				
Grading		Cover			Revegetation				
Description (required)	Regrade Material (select)	Cut Material Type (select)	Recontouring Equipment (select)	Additional Hrs for Work (1)	Additional Hrs for Work (2)	Seed Mix (select)	Mulch (select)	Fertilizer (select)	Scrubbing/ Ripping? (select)
1 New drill pads and 10 pads	1	LS - broken	Sm Excavator	1	0	Mix 2			Yes
2 New drill road and 10 pads	1	LS - broken	Sm Excavator	1	0	Mix 2			Yes

1. Includes 0.05-0.07 hours necessary to walk equipment in from drop-off point to work area

Project Name: Mount Hope Drilling- Notice of Exploration
Date of Submittal: December 16, 2005
File Name: drill_holes_121505_1_1.xls
Model Version: Version 1.4.1 (updated November 9, 2006)
Cost Data: Standardized Data
Cost Data File: cost_data-std-nv2005.xls

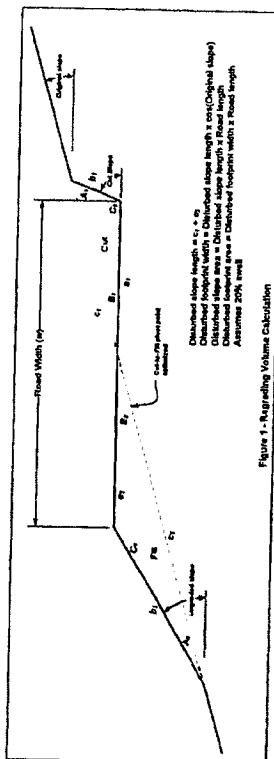
 Regrading Volume and Footprint Volume |

Figure 1 - Regrading Volume Calculation

Will not allow dozer for slopes greater than 30%
For dozer regrading push distance = road width
Assumes dozer push is uphill
Assumes minimum push distance of 100 ft

Ripping/Scarifying Calculations

Minimum 1 hr rapping/scarfing time per area
 Number of passes = Final slope length ÷ Grader width
 Travel distance = Number of passes × Road length
 Total hours = (Travel distance ÷ Grader productivity) + (Number of passes ÷ Rapping/scarfing productivity)
 For dozer regrading assumes push distance = 3 × road width

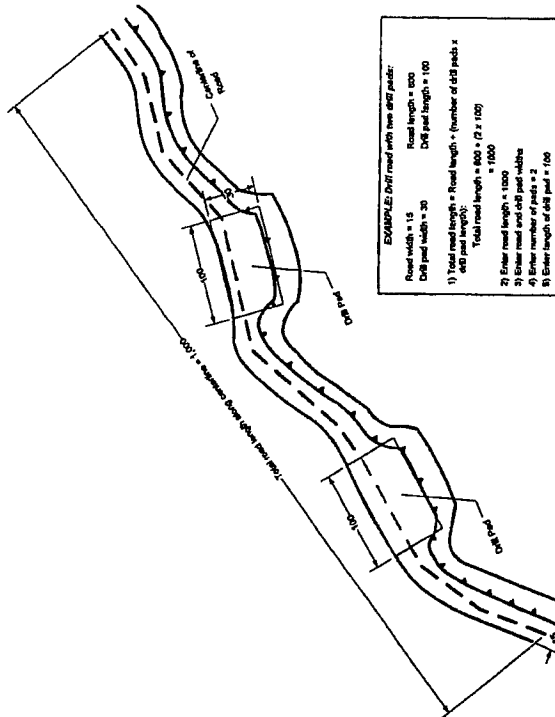
Revegetation Calculations

Minimum of 1 acre crew time per area

Bond Calculation Expl. Roads & Pads

Project Name: Mount Hope Drilling- Notice of Exploration
Date of Submittal: December 15, 2006
File Name: drill holes_121606_1_1_1.xls
Model Version: Version 1.1.1 (updated November 9, 2006)
Cost Data: Standardized Data
Cost Data File: cost_data-std-nv2006.xls

Inputting Exploration Roads and Drill Pads



Bond Calculation Expl. Roads & Pads

Project Name: Mount Hope Drilling- Notice of Exploration
Date of Submit: December 15, 2006
File Name: drill holes_121506_1_1.xls
Model Version: Version 1.1.1 (updated November 9, 2006)
Cost Data File: cost_data-sld-nv2006.xls

Exploration Roads & Pads - Regrading Costs

Description (required)	Total Road Length ft	Total Drift Pad Length ft	Regrading Volume cu yd	Recontouring Feet	Equipment Productivity cu yd/hr	Total Equipment Hours @	Total Labor Cost \$	Total Equipment Cost \$	Total Replanting Cost \$
1 New drill roads and 10 pads	850	1,200							
2 New drill road and 10 pads	850	1,200							
	1,700	2,400							

(1) Includes walk-in time based on distance and travel speed (see Productivity sheet for speeds)

Exploration Roads & Pads - Growth Media Costs

Description (required)	Growth Media Volume cu yd	Growth Media Replanting Feet	Feet Productivity cu yd/ft	Number of Trucks/Scrapers	Total Fleet Hours	Total Labor Cost \$	Total Growth Media Cost \$
1 New drill roads and 10 pads	1,342						
2 New drill road and 10 pads	1,342						
	2,684						

Exploration Roads & Pads - Scarifying/Revegetation Costs

Description (required)	Surface Area acres	Ripping Equipment Hours	Ripping Equipment Cost \$	Ripping Labor Cost \$	Total Ripping Costs \$	Revegetation Labor Cost \$	Revegetation Equipment Cost \$	Revegetation Material Cost \$	Total Revegetation Cost \$
1 New drill roads and 10 pads	1.10	1.7	\$407	\$37	\$504	\$83	\$70	\$303	\$456
2 New drill road and 10 pads	1.10	1.7	\$407	\$37	\$504	\$83	\$70	\$303	\$456
	2.20	3.4	\$814	\$74	\$1,008	\$166	\$140	\$606	\$972

Bond Calculation Monitoring

Project Name: Mount Hope Drilling- Notice or Exploration
 Date of Submittal: December 15, 2006
 File Name: drill holes_121506_1_1.xls
 Model Version: Version 1.1.1 (updated November 9, 2006)
 Cost Data: Standardized Data
 Cost Data File: cost_data-std-nv2006.xls

Reclamation Monitoring & Maintenance - Cost Summary				
	Labor	Equipment	Materials/ Laboratory	Totals
Revegetation Maintenance	\$17	\$14	\$61	\$92
Reclamation Monitoring	\$1,944	\$80		\$2,024
Subtotal Reclamation Monitoring	\$1,961	\$94	\$61	\$2,116
Water Quality Monitoring				
TOTAL MONITORING	\$1,961	\$94	\$61	\$2,116

Reclamation Maintenance								
Description	Total Revegetation Surface Area ⁽¹⁾ acres	% Area Requiring Reseeding	Seed Mix (select)	Area Requiring Reseeding acres	Seed \$/acres	Labor \$/acres	Equipment \$/acres	Totals \$
Revegetation Maintenance	2.20	10%	Mix 2	0.22	\$275.00	\$75.50	\$64.00	
Labor								\$17
Equipment								\$14
Materials								\$61
Cost/Acre								\$414.50
Subtotal								\$92
Notes: 1) Surface area is NOT the same as footprint disturbance area typically used for permitting purposes.								

Reclamation Monitoring						
Description	Hrs/Day	Days/Year	Number of Years	Rate \$/hr		
Field Work						
Field Geologist/Engineer				\$68		
Range Scientist	8	1	3	\$81		\$1,944
Reporting						
Field Geologist/Engineer				\$68		
Range Scientist				\$81		
Subtotal						\$1,944
Travel						
	Hrs/Trip hr	Trips/Year	Years	Truck Cost \$/hr		
Travel	4	1	3	\$6.66		\$80
Subtotal						\$80
Total Reclamation Monitoring						\$2,024
Notes:						

Bond Calculation Monitoring

Project Name: Mount Hope Drilling- Notice or Exploration

Date of Submittal: December 15, 2006

File Name: drill holes_121506_1_1_1.xls

Model Version: Version 1.1.1 (updated November 9, 2006)

Cost Data: Standardized Data

Cost Data File: cost_data-std-nv2006.xls

Ground & Surface Water Monitoring

Field work

[illegible]

Water and Rock Sample Analysis

[illegible]

Reporting

Reporting							
Description	Hrs/Event	Rate \$/hr	Events/Year	Man-hours/ year	No. Years		Cost \$
Field Geologist/Engineer							
						Subtotal Reporting	
Notes							Total Water Quality Monitoring

Bond Calculation Constr. Mgmt

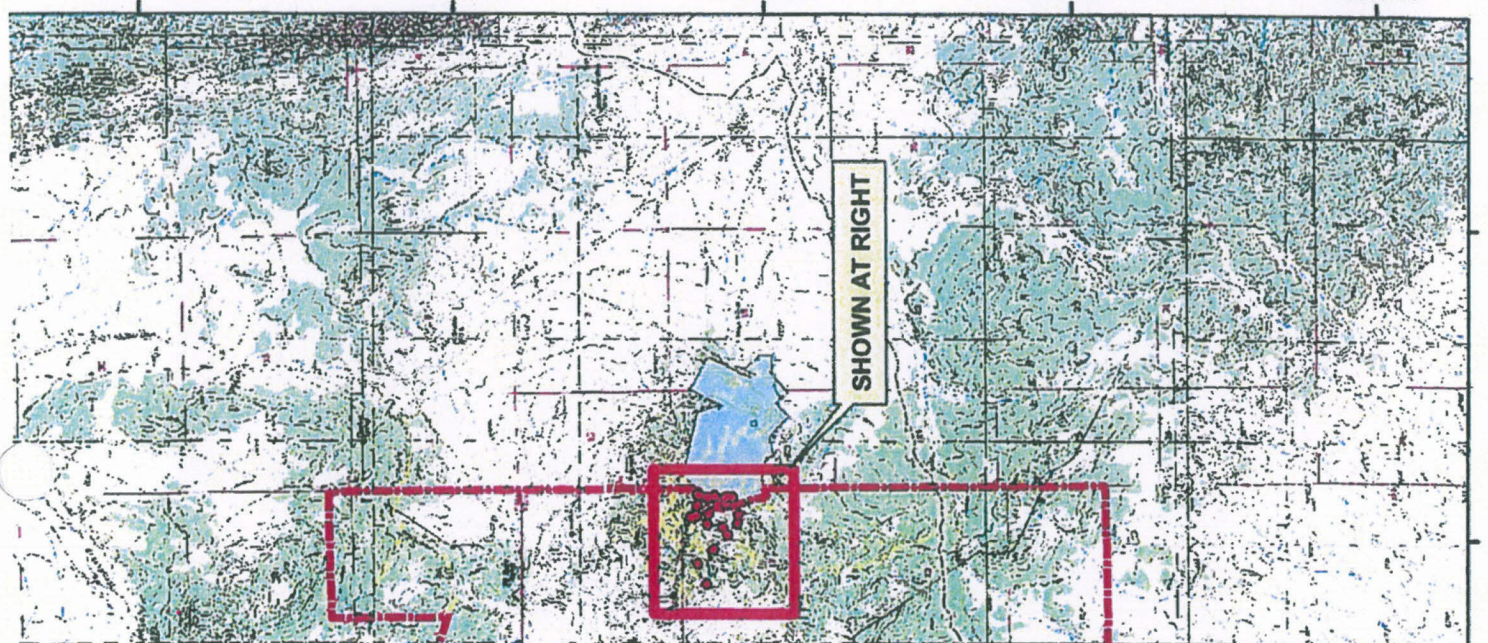
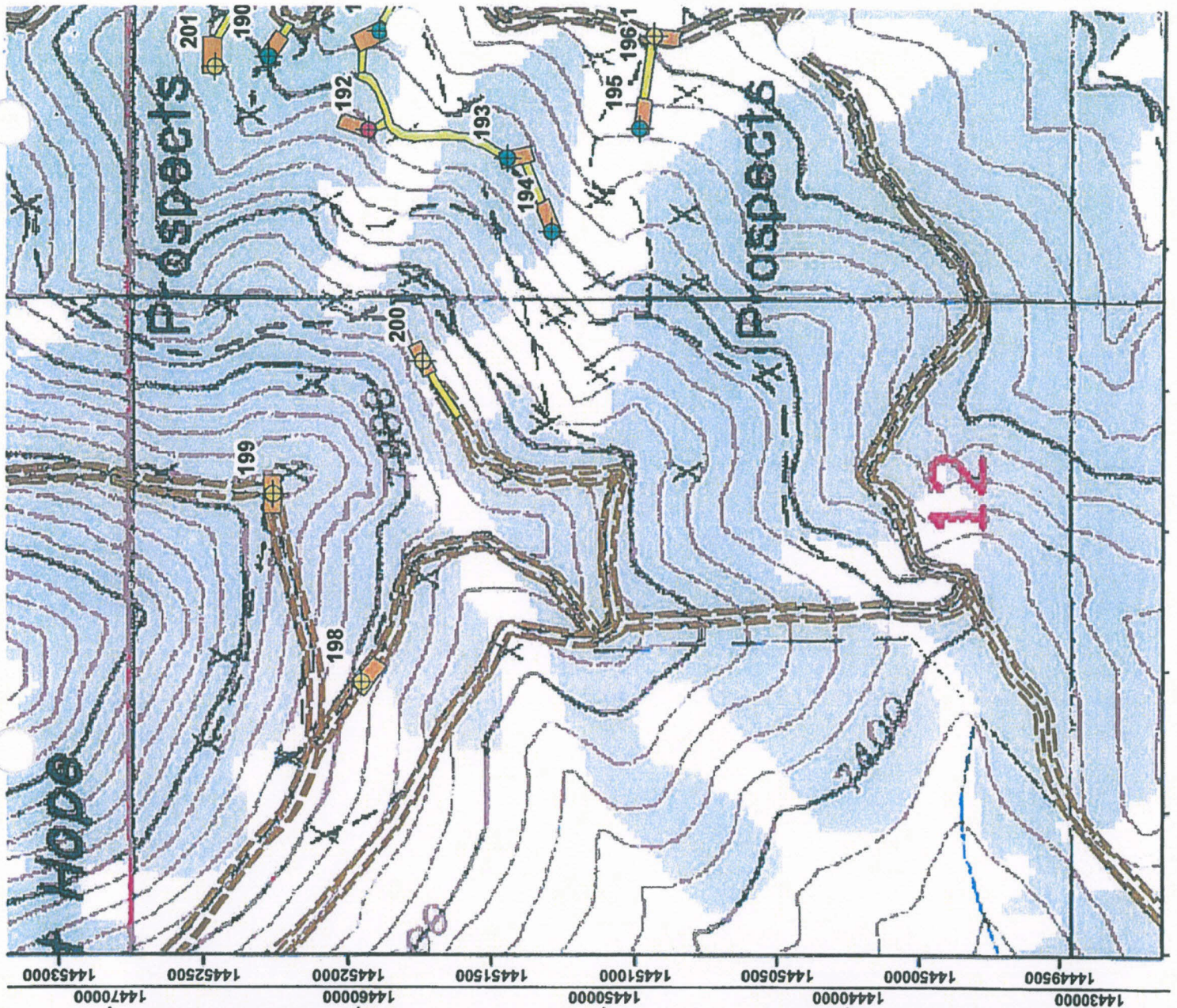
Project Name: Mount Hope Drilling- Notice or Exploration
 Date of Submittal: December 15, 2006
 File Name: drill holes_121506_1_1_1.xls
 Model Version: Version 1.1.1 (updated November 9, 2006)
 Cost Data: Standardized Data
 Cost Data File: cost_data-std-nv2006.xls

Construction Management & Road Maintenance - Cost Summary				
	Labor	Equipment	Materials	Totals
Construction Management	\$568	\$57	N/A	\$625
Construction Support		\$0		
Road Maintenance	\$0	\$0		
TOTAL CONSTRUCTION MANAGEMENT	\$568	\$57		\$625

Construction Management							
Construction Management Staff							
Description	Duration mo.	Hours/ Month hr.	Number of Supervisors	Supervisor Rate \$/hr	Labor Cost \$	Equipment Cost ⁽¹⁾ \$	Totals \$
Active Reclamation	1.00	8	1	\$71	\$568	\$57	\$625
Monitoring & Maintenance							
Total Staff					\$568	\$57	\$625

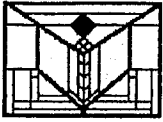
Construction Management Support							
Description	Duration mo.	Number of Units		Rental Rate \$/mo	Generator Cost \$/mo	Equipment Cost ⁽¹⁾ \$	Totals \$
Temporary Office Rental				\$167			
Temporary Toilets				\$162			
Total Support							
Notes: Office rental assumes only 1 generator required for every 4 trailers							
Total Construction Management							\$625

Road Maintenance							
Description	Fleet Size (select)	Number	Duration mo.	Hours/ Month hr.	Labor Cost \$	Equipment Cost \$	Totals \$
Active Reclamation							
Water Truck							
Grader							
Monitoring & Maintenance							
Water Truck							
Grader							
Description	Gallons/ Day (select)	Days/ Month	Duration mo.	Cost/ Gallon \$			Totals \$
Water Fees							
Water Fees							
Total Project Maintenance					\$0	\$0	
Notes: 1) Supervisor equipment = pickup truck							



BLM, Frank Bergwall

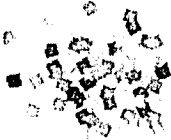
[illegible]



Janice
George/BMFO/NV/BLM/DOI
07/02/2007 08:54 AM

To Cory Crotteau/BMFO/NV/BLM/DOI@BLM
cc
bcc
Subject Re: Notice Amendment NVN-083120 (07-2A)

Good morning, Cory. Please include the standard ARPA and NAGPRA stipulations, and please also include these same stipulations in the letter to the proponent. Thanks. Janice
Leesa Marine/BMFO/NV/BLM/DOI



Leesa
Marine/BMFO/NV/BLM/DOI
06/29/2007 10:16 AM

To Sheila Mallory/BMFO/NV/BLM/DOI@BLM, Cory
Crotteau/BMFO/NV/BLM/DOI, Duane
Crimmins/BMFO/NV/BLM/DOI@BLM, Mike
Stamm/BMFO/NV/BLM/DOI@BLM, Shawna
Richardson/BMFO/NV/BLM/DOI@BLM, Stephen
Drummond/BMFO/NV/BLM/DOI@BLM, Joe
Ratliff/BMFO/NV/BLM/DOI@BLM, Charles
Lane/BMFO/NV/BLM/DOI@BLM, Donovan
Walker/BMFO/NV/BLM/DOI@BLM, Janice
George/BMFO/NV/BLM/DOI@BLM, Lisa
Walker/BMFO/NV/BLM/DOI@BLM, Jason
Spence/BMFO/NV/BLM/DOI@BLM
cc
Subject Notice Amendment NVN-083120 (07-2A)

There is a Notice Amendment to Review. It is located in the minerals work room.

NVN-083120 (07-2A)

Idaho General Mines

Mt. Hope West Project

T22N., R51E., section 12

Total Acres 4.559

Roberts Mtn. Allotment

Roberts Mtn. HMA

Garden Pass Quad

All comments need to be submitted to Cory Crotteau no later than July 10, 2007

Thanks

Leesa Marine
Land Law Examiner
Battle Mountain Field Office
Phone (775) 635-4159



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Battle Mountain Field Office
50 Bastian Road
Battle Mountain, Nevada 89820
<http://www.nv.blm.gov/battlemountain>
(775) 635-4000 or bmfwweb@nv.blm.gov



C. Cristean 7/10/07

In Reply Refer To:
3809 (NV063)
NVN-083120
(07-2A)

JUL 10 2007

CERTIFIED MAIL: 7006 0810 0001 5139 2773
Return Receipt Requested

DECISION

Pat Rogers	:	43 CFR 3809 – Surface Management
Idaho General Mines Inc.	:	Notice Amendment
455 8 th St.	:	
Elko, NV 89801	:	

Determination of Required Financial Guarantee Amount

On June 18, 2007, Idaho General Mines, Inc. (IGMI) submitted a Notice Amendment for the Mt. Hope West Project located within MDB&M., T. 22 N., R. 51 E, section 12. The Notice Amendment has been assigned Bureau of Land Management (BLM) case file number NVN-083120 (07-2A).

Your Notice Amendment proposes to remove some segments of road and add new segments to facilitate the drilling program. These modifications will bring the total disturbance from 4.559 -acres to 4.62-acres of disturbance. The Notice amendment documentation has been reviewed and satisfies the requirements of 43 CFR §3809 for operations conducted under a Notice.

Amount of Financial Guarantee – This office has reviewed your reclamation cost estimate and has determined that the amount of **\$56,392.00** is sufficient to meet all anticipated reclamation requirements for this Notice. The amount of the reclamation cost estimate was based on the operator complying with all applicable operating and reclamation requirements.

All line items contained in the approved reclamation cost estimate are not to be considered as the limits of financial guarantee expenditures in that respective category or task should forfeiture of the financial guarantee be necessary. The line items listed are solely for the purpose of arriving at a total amount for the financial guarantee. This total amount may be spent however the BLM deems necessary to implement the approved reclamation plan and does not represent a reclamation cost limit or constraint.

BLM's review of your proposed operations, determination that your Notice Amendment filing is complete, determination that your operations as proposed will not cause unnecessary or undue

degradation, and decision concerning the amount of the required financial guarantee does not relieve you, the operator, of your responsibility to be in compliance with all applicable Federal, State and local laws and regulations, and to obtain all applicable Federal, State and local authorizations and permits.

You are responsible for preventing any unnecessary or undue degradation of public lands and resources, and for reclaiming all lands disturbed by your operations.

Required Financial Guarantee – Within 60 days of receipt of this Decision, submit an acceptable financial guarantee in the amount of \$56,392.00 to:

Bureau of Land Management
Branch of Minerals Adjudication
P.O. Box 12000
Reno, NV 89520-0006

If an acceptable financial guarantee is not provided within the specified timeframe, enforcement action will be taken against IGMI for failure to do so.

You must receive written notification from that office accepting and obligating your financial guarantee before you may proceed with any of the amended surface disturbing operations.

The types of financial instruments that are acceptable to the BLM are found at 43 CFR 3809.555. Please contact the Branch of Minerals Adjudication at 775-861-6599 for further information on the adjudication of financial guarantees.

This decision does not constitute: certification of ownership to any entity named in the Notice; recognition of the validity of any associated mining claims; or recognition of the economic feasibility of the proposed operations.

This decision does not constitute: certification of ownership to any entity named in the Notice; recognition of the validity of any associated mining claims; or recognition of the economic feasibility of the proposed operations.

Term of Notice - Your Notice will remain in effect for 2 years from the date of the original Decision (February 22, 2007) unless you notify this office beforehand that operations have ceased and reclamation is complete or you would like to extend your Notice. If you wish to conduct operations for another 2 years after the expiration date of your Notice, you must notify this office in writing on or before the expiration date as required by 43 CFR 3809.333.

Cultural Resources - If archaeological sites are damaged you could be assessed fines under the civil provisions of the Archaeological Resources Protection Act (see 43 CFR 7, parts 7.4, 7.14, 7.15 and 7.16). Therefore, it is recommended that you hire an archaeological contractor to do a cultural survey of the project area prior to beginning work. Pursuant 43 CFR 10.4(g) you must notify the authorized officer, Assistant Field Manager, Non Renewable Resources/Field Station

Manager, by telephone, with written confirmation, immediately upon the discovery of human remains, funerary items, sacred objects, or objects of cultural patrimony. Further, pursuant to 43 CFR 10.4(c) and (d), you must stop activities in the immediate vicinity of the discovery and protect it from your activities for 30 days or until notified to proceed by the authorized officer.

Protection and Preservation of Public Land Survey System Monuments-As directed in 43 CFR 3809.420 – Surface Management - (b) (9) *Protection of survey monuments*, it is your responsibility to bear the cost of any necessary restoration or reestablishment activity of the affected monument(s). Correspondingly, in the course of any accepted surface disturbance activity when Public Land Survey System Monuments/Cadastral corners or accessories that may or have been subject to obliteration, destruction, or damage, it will be your responsibility to protect and preserve the monumentation. Further clarification can be found in Nevada BLM's Instruction Memorandum No. NV-2007-003 www.nv.blm.gov.

Guidelines for Operations Conducted Under a Notice - *The attached document provides additional stipulations concerning your notice.*

Appeal of the Decision Determining the Required Financial Guarantee Amount - *The enclosed two page document provides information on taking appeals to the Interior Board of Land Appeals.* If you do not agree and are adversely affected by this decision, in accordance with 43 CFR 3809.804, you may have the BLM State Director in Nevada review this decision. If you request a State Director review, the request must be received in the BLM Nevada State Office, 1340 Financial Blvd. 89502, P.O. Box 12000, Reno, Nevada 89520-0006, no later than 30 calendar days after you receive this decision. A copy of the request must also be sent to this office. The request must be in accordance with the provisions provided in 43 CFR 3809.805. If a State Director review is requested, this decision will remain in effect while the State Director review is pending, unless a stay is granted by the State Director.

If the Nevada State Director does not make a decision on whether to accept your request for review of this decision within 21 days of receipt of the request, you should consider the request declined and you may appeal this decision to the Interior Board of Land Appeals (IBLA). You then have 30 days in which to file your notice of appeal with the IBLA (see procedures below).

If you wish to bypass the State Director review, this decision may be appealed directly to the Interior Board of Land Appeals, Office of the Secretary, in accordance with the regulations contained in 43 CFR, Part 4 and the enclosed Form 1842-1. If an appeal is taken, your notice of appeal must be filed in this office (Battle Mountain Field Office, 50 Bastian Road, Battle Mountain, Nevada 89820) within 30 days from receipt of this decision. The appellant has the burden of showing that the decision appealed from is in error.

If you wish to file a petition pursuant to regulations 43 CFR 4.21 for a stay of the effectiveness of this decision during the time that your appeal is being reviewed by the Board, the petition for a stay must accompany your notice of appeal. A petition for a stay is required to show sufficient justification based on the standards listed below. Copies of this notice of appeal and petition for a stay must also be submitted to each party named in the decision and to the Interior Board of Land Appeals and to the appropriate Office of the Solicitor (see 43 CFR 4.413) at the same time the original documents are filed with this office. If you request a stay, you have the burden of proof to demonstrate that a stay should be granted.

Standards for Obtaining a Stay

Except as otherwise provided by law or other pertinent regulation, a petition for a stay of a decision pending appeal shall show sufficient justification based on the following standards:

1. The relative harm to the parties if the stay is granted or denied,
2. The likelihood of the appellant's success on the merits,
3. The likelihood of immediate and irreparable harm if the stay is not granted, and
4. Whether the public interest favors granting the stay.

Contact - If you have any questions, please contact Cory Crotteau, Environmental Protection Specialist, at 775-635-4192, or Stephen Drummond, Supervisory Mining Engineer, at 775-635-4160 or at the above address.

Thomas J. Seley

Thomas J. Seley
Assistant Field Manager
Nonrenewable Resources

Enclosures

cc: BLM, Branch of Minerals Adjudication, NSO (NV-923)

Andy Russell
Idaho General Mines, Inc.
N. 10 Post St. Ste. 610
Spokane, WA 99201

CCROTTEAU:cc:07/10/2007:\\blm\dfs\nv\bm\pub\nonrenewable\minerals\letters\LETTERS
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United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Nevada State Office
P.O. Box 12000 (1340 Financial Blvd.)
Reno, Nevada 89520-0006
<http://www.nv.blm.gov>



RECEIVED MAILROOM
2007 JUL 23 PM 12:05
BUREAU OF LAND MANAGEMENT
BATTLE MOUNTAIN
FIELD OFFICE

In Reply Refer To:
3809 (NV923z)

JUL 18 2007

DECISION

Principal:

Idaho General Mines, Inc.
10 North Post St., Suite 610
Spokane, WA 99201

BLM Bond Number: NVB000567
Bond Amount Accepted: \$466,309

Obligation Under Statewide Bond Increased

Effective November 3, 2005, the BLM Nevada State Office (NSO) accepted BLM Bond Number NVB000567 from Idaho General Mines, Inc. The bond provides for surface reclamation on operations conducted by Idaho General Mines, Inc. on lands in Nevada under federal regulations at 43 CFR 3809.

On July 10, 2007, the BLM Battle Mountain Field Office increased the reclamation cost estimate for surface disturbance on notice N-83120, the Mt. Hope West Project, to \$56,392.

Bond obligations adjusted by this Decision are shown in **bold** on the table below.

Operations Number	Operations Name	Bond Amount Obligated
N-80914	Mount Hope East	\$ 33,131
N-83120	Mount Hope West	\$ 56,392
N-83245	Central "B" Well	\$ 78,629
N-83246	Central "A" Well	\$ 52,343
Total obligations under NVB000567		\$ 220,495

P
7/25/07
JD
CA

Considering the total amount of BLM Bond Number NVB000567 and the amount currently obligated for surface reclamation, \$245,814 remains available for future amendments or new operations.

If you have any questions, please call Lacy Ternau at 775-861-6599; send facsimile to 775-861-6710; write to the attention of NV923z at the address on the letterhead; or send electronic mail to Lacy_Ternau@nv.blm.gov.

ATANDA CLARK

Atanda Clark
Chief, Branch of Minerals Adjudication

cc:
Idaho General Mines, Inc.
Attn: Brian Musser
455 8th Street
Elko, NV 89801

NV060 (SDrummond, LMarine)
NV923 (CDragon)



IDAHO GENERAL MINES, INC.

455 8th St.
Elko, NV 89801
Phone: 775.753.4988
Fax: 775.753.7722
Email: bmusser@igmines.com
Website: www.igmines.com

August 22, 2007

Mr. Thomas J. Seley
Bureau of Land Management
Battle Mountain Field Office
50 Bastian Road
Battle Mountain, Nevada 89820

RE: Amendment to Notice NVN-083120 (07-2A)
3809 (NV063)

Dear Mr. Seley:

This is to inform the Bureau of Land Management (BLM) that Idaho General Mines, Inc. (IGMI) is amending Notice 080914 by adding eight new piezometers within and adjacent to the proposed pit area to obtain data for the Mount Hope Environmental Impact Statement analysis. All of the piezometers will be established on existing exploration disturbance and no new disturbance is proposed for this amendment.

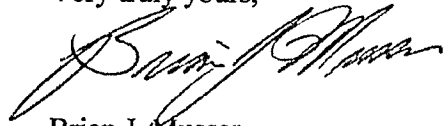
The piezometers will be constructed as monitor wells/piezometers using applicable Nevada Division of Water Resources NAC 534 design requirements. The drill holes will be six inches in diameter and will be cased with two-inch PVC casing. Five holes, Piezo 1, Piezo 2, Piezo 3, Piezo 5, and Piezo 9 are proposed for the interior of the pit perimeter (see attached figure). These holes would be drilled up to 1,400 feet. The other three holes, Piezo 4, Piezo 6, and Piezo 7 are proposed for outside the pit perimeter. These holes would be drilled to a total depth of 800 feet or less.

Because the installation of these piezometers will not require any new surface disturbance, the reclamation cost estimate includes only the well abandonment costs and the administrative costs. For the purposes of calculating the reclamation cost, IGMI assumed that all piezometers outside of the pit would have a total depth of 800 feet and the piezometer within the pit perimeter would have a total depth of 1,400 feet. Reclamation costs for the existing disturbance have been included in the previous notice reclamation cost estimate (i.e., costs for road, drill pad, etc. reclamation). IGMI used the Notice_ModelFY2007 cost estimator for calculating reclamation costs.

The cost estimator model automatically calculates mobilization and demobilization costs, which in this case total \$2,000. The mobilization and demobilization costs have already been included in the previous reclamation costs. Therefore, IGMI requests that the bond cost be reduced by \$2,000 to remove this double charge. The revised reclamation cost estimate is attached for your review and approval.

If you have any questions regarding this request, please contact me at 753-5009.

Very truly yours,



Brian J. Musser
Environmental Manager
Mount Hope Project

Attachment: Figure 1;
Reclamation Cost Estimate

cc: Greg Ferdock, IGMI
Andy Russell, IGMI
Pat Rogers, IGMI

Table 1: Amended Disturbance

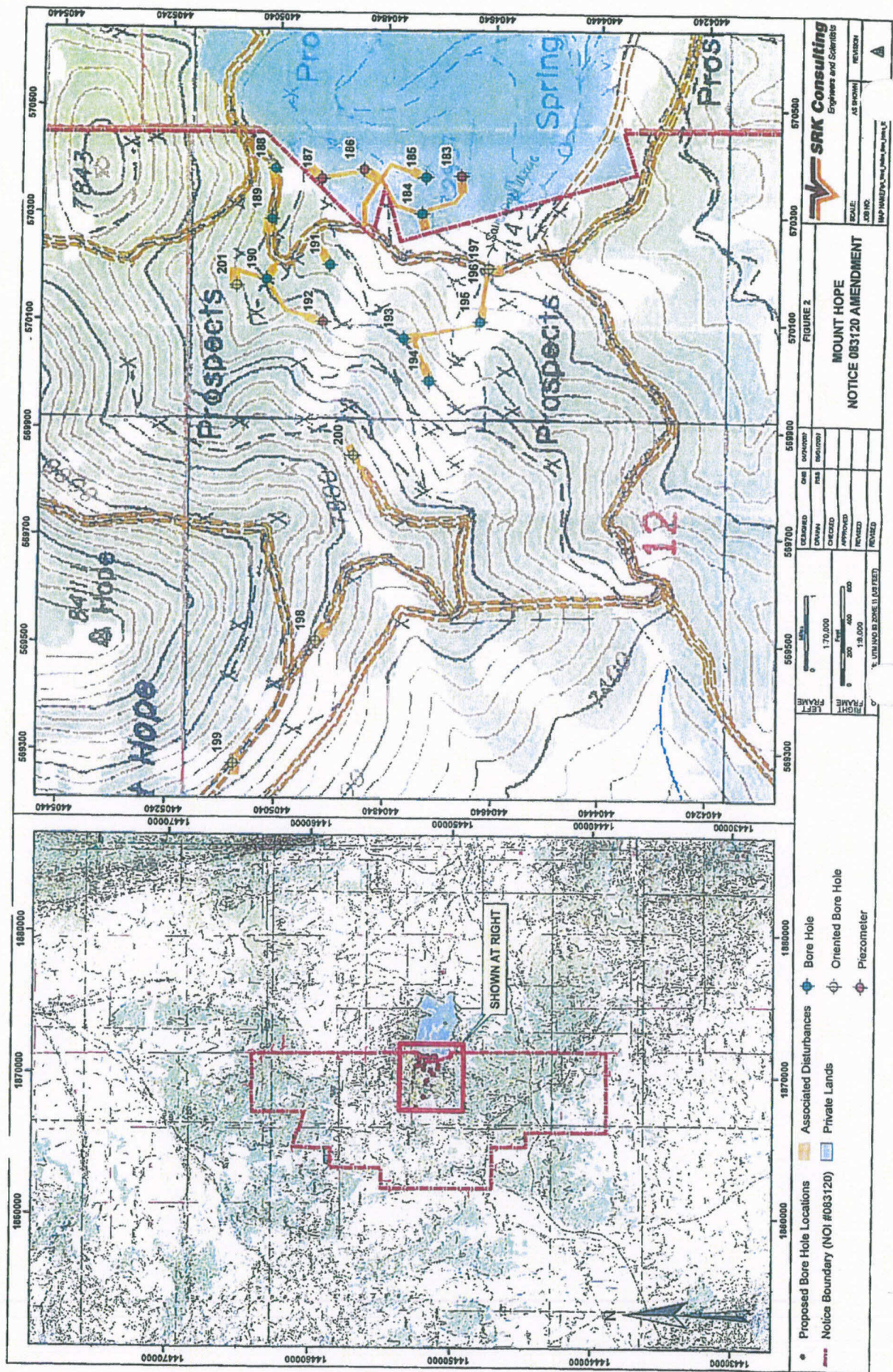
Drill Hole ID # ¹	New Pad Disturbance ²		Road Disturbance ²			Maximum Depth (feet)	Total Disturbance (acres)
	(widths x lengths)	acres	(widths)	(lengths)	acres		
IGM-183 P	-			-		1,235	-
IGM-184	-			-		1,270	-
IGM-185	-			-		1,330	-
IGM-186 P	-			-		1,340	-
IGM-187 P	-			-		1,380	-
IGM-188	(50x120)	0.1377	0	0		1,450	0.1377
IGM-189	(50x120)	0.1377	0	0		1,450	0.1377
IGM-190	(50x120)	0.1377	25	48	0.028	1,430	0.1652
IGM-191	(50x120)	0.1377	25	200	0.115	1,390	0.2525
IGM-192 P	(50x120)	0.1377	25	45	0.026	1,490	0.1635
IGM-193	(50x120)	0.1377	25	728	0.418	1,410	0.5555
IGM-194	(50x120)	0.1377	25	150	0.086	1,460	0.2238
IGM-195	(50x120)	0.1377	25	200	0.115	1,310	0.2525
IGM-196 P	(50x120)	0.1377	0	0		1,240	0.1377
IGM-197	Same as IGM-196	0.0000	0	0		1,700	0.0000
IGM-198	(50x120)	0.1377	0	0		1,700	0.1377
IGM-199	(50x120)	0.0275	0	0		1,700	0.0275
IGM-200	(50x120)	0.1377	25	140	0.080	1,700	0.2180
IGM-201	(50x120)	0.1377	25	150	0.086	1,700	0.2238
Sumps	(5 each @ 40' x 10' x 5')			-		-	Within pad disturbance
Total		1.68		1661	0.95	-	2.63

¹Bore holes that will be developed as piezometers are indicated by "P"²Disturbance on private land is not included.

BLM, Frank Bergwall

Bureau of Land Management Notice Level Reclamation Cost Estimation Worksheet									
Costs for this Notice Level Reclamation Cost Estimator are based on values and assumptions used in the Standardized Reclamation Cost Estimator (SRCE) Version 1.1.1. Cost Data are from October 1, 2006. This worksheet is similar to the SRCE model, but does not allow the flexibility of entering project specific information in some situations. The model will generate approximately the same reclamation costs as the SRCE model if the same inputs and assumptions are applied. Below are the methods and assumptions used by this model to generate a Financial Guarantee Amount.									
1.	There are two side hill slope categories used for all calculations in this worksheet. All slopes under 30% (<30%) are assumed to have a slope of 20%. All slopes over 30% (>30%) are assumed to have a slope of 40%.								
2.	All Roads in this worksheet are assumed to have a 14 foot wide dimension across the flat "drivable" part of the road without any safety berms.								
3.	All Drill Sites in this worksheet are assumed to be 30 feet wide. For Drill Sites on slopes <30% they are 70 feet long. For Drill Sites on slopes >30% they are 83 feet long.								
4.	All Road and Drill Sites cut banks are assumed to have a 60 degree slope.								
5.	All Road and Drill Sites fill slopes are assumed to have an angle of repose of 1.4H:1V or about 70% slope equal to a 35 degree angle.								
6.	Roads are linear features and the units required for input to this worksheet are in linear feet.								
7.	Recontouring for reclamation of Roads, Drill Sites, and Sumps is done with a truck excavator of a Cat 320C size with a 1.57 CY bucket and productivity of 139 CY per hour.								
8.	Equipment operator Manpower cost is based on Davis-Bacon wage rates for Northern Nevada.								
9.	Area pay= \$3.00 per hour. FICA = 7.65%, Unemployment = 3% and Workmen's Comp= 10.75%.								
10.	Revegetation cost is based on the cost of use of a D4 class dozer which scarifies, seeds and drags the seed in on one pass.								
11.	Revegetation costs are based on a per acre basis.								
12.	Drill Sites recontouring cost is based on a standard pad width and length.								
13.	Drill Sites on slopes <30% and Cross Country Drill Sites are 30 feet wide by 70 feet long.								
14.	On Cross Country Drill Sites, the disturbed area is ripped by a Cat D6 size dozer.								
15.	On Drill Sites <30% slopes they are assumed to be outside the Drill Site.								
16.	On Drill Sites >30% slopes tumps are assumed to lie within the 30 foot * 83 foot dimension of the Drill Site.								
17.	Trenches are assumed to be 300 feet long by 14 feet wide by 5 feet deep. They are recontoured with a Cat D6 sized dozer assuming a 208 CY/hour productivity.								
18.	Recontouring earthwork for Roads Drill Sites and Sumps has an assumed swell factor of 20%. Trenches swell factor is 30%.								
19.	Gross Country travel is assumed to have a disturbance of 6 feet wide by the linear feet of travel on slopes under 10%.								
20.	Revegetation costs for all Cross Country disturbance is based on a 12 foot wide seeding width on one pass.								
21.	Mobilization and Demobilization are based on 150 miles one way to project and are based on 2006 Vega Construction and Trucking quotes.								
22.	Travel times are assumed to be 2.73 hours one way to the project.								
23.	Mobilization for a Cat 320C excavator will be charged for regrading of Roads, Drill Sites only.								
24.	If any Trenches or Cross Country travel is included a D6 dozer will be mobilized also.								
25.	If a drill hole will not penetrate the static water level it may be abandoned as an Open Hole - Dry.								
26.	If a drill hole is drilled deeper than the static water level it is considered a wet hole and must be abandoned as an Open Hole - Wet.								
27.	Mobilization for Drill Holes - Open for Open Hole - Wet will include one drill rig plus crew and support equipment.								
28.	Mobilization for Drill Holes - Open for Open Hole - Dry will include one backhoe and operator, and one general laborer.								
29.	Drill Hole Plugging Cost for Open Hole - Wet is based on average time to plug a 1000 ft. 6" Drill Hole (using productivity data from 8 drilling contractors December 2006).								

Nevada BLM, January 17, 2007





United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Battle Mountain Field Office
50 Bastian Road
Battle Mountain, NV 89820
<http://www.nv.blm.gov>



In Reply Refer To:
3809 (NV063)
NVN-083120
(07-1A)

MAY 16 2007

C. Crotteau 5/15/07
AC Hammond 5/16/07

CERTIFIED MAIL: 7006 2150 0000 0369 8939
Return Receipt Requested

DECISION

Andy Russell	:	43 CFR 3809 – Surface Management
Idaho General Mines, Inc.	:	Notice Amendment
N. 10 Post St. Ste. 610	:	
Spokane, WA 99201	:	

Determination of Required Financial Guarantee Amount

On May 2, 2007, Idaho General Mines, Inc. (IGMI) submitted a Notice Amendment for the Mt. Hope West Project located within MDB&M., T. 22 N., R. 51 E, section 12. The Notice Amendment has been assigned Bureau of Land Management (BLM) case file number NVN-083120 (07-1A).

Your Notice Amendment proposes to drill fourteen boreholes and construct 3,193-ft of new road construction. These modifications will bring the total disturbance from 1.99-acres to 4.6-acres of disturbance. The Notice amendment documentation has been reviewed and satisfies the requirements of 43 CFR §3809 for operations conducted under a Notice.

Amount of Financial Guarantee – This office has reviewed your reclamation cost estimate and has determined that the amount of **\$55,193.00** is sufficient to meet all anticipated reclamation requirements for this Notice. The amount of the reclamation cost estimate was based on the operator complying with all applicable operating and reclamation requirements.

All line items contained in the approved reclamation cost estimate are not to be considered as the limits of financial guarantee expenditures in that respective category or task should forfeiture of the financial guarantee be necessary. The line items listed are solely for the purpose of arriving at a total amount for the financial guarantee. This total amount may be spent however the BLM deems necessary to implement the approved reclamation plan and does not represent a reclamation cost limit or constraint.

BLM's review of your proposed operations, determination that your Notice amendment filing is complete, determination that your operations as proposed will not cause unnecessary or undue

degradation, and decision concerning the amount of the required financial guarantee does not relieve you, the operator, of your responsibility to be in compliance with all applicable Federal, State and local laws and regulations, and to obtain all applicable Federal, State and local authorizations and permits.

You are responsible for preventing any unnecessary or undue degradation of public lands and resources, and for reclaiming all lands disturbed by your operations.

Required Financial Guarantee –The BLM Nevada State Office Adjudication Branch issued a Decision on May 30, 2007 for the existing financial guarantee in the amount of \$23,198.00 and this must be increased by \$31,995.00. **Within 60 days of receipt of this Decision, a financial guarantee in the amount of \$55,193.00 must be filed with the Bureau of Land Management, Branch of Minerals Adjudication, P.O. Box 12000, Reno, NV 89520-0006 or enforcement action will take place.** You must receive written notification from that office accepting and obligating your financial guarantee before you may continue any surface disturbing operations.

The types of financial instruments that are acceptable to the BLM are found at 43 CFR 3809.555. Please contact the Branch of Minerals Adjudication at 775-861-6599 for further information on the adjudication of financial guarantees.

This decision does not constitute: certification of ownership to any entity named in the Notice; recognition of the validity of any associated mining claims; or recognition of the economic feasibility of the proposed operations.

This decision does not constitute: certification of ownership to any entity named in the Notice; recognition of the validity of any associated mining claims; or recognition of the economic feasibility of the proposed operations.

Term of Notice - Your Notice will remain in effect for 2 years from the date of the original Decision (February 22, 2007) unless you notify this office beforehand that operations have ceased and reclamation is complete or you would like to extend your Notice. If you wish to conduct operations for another 2 years after the expiration date of your Notice, you must notify this office in writing on or before the expiration date as required by 43 CFR 3809.333.

Cultural Resources - If archaeological sites are damaged you could be assessed fines under the civil provisions of the Archaeological Resources Protection Act (see 43 CFR 7, parts 7.4, 7.14, 7.15 and 7.16). Therefore, it is recommended that you hire an archaeological contractor to do a cultural survey of the project area prior to beginning work. Pursuant 43 CFR 10.4(g) you must notify the authorized officer, Assistant Field Manager, Non Renewable Resources/Field Station Manager, by telephone, with written confirmation, immediately upon the discovery of human remains, funerary items, sacred objects, or objects of cultural patrimony. Further, pursuant to 43 CFR 10.4(c) and (d), you must stop activities in the immediate vicinity of the discovery and protect it from your activities for 30 days or until notified to proceed by the authorized officer.

Protection and Preservation of Public Land Survey System Monuments-As directed in 43 CFR 3809.420 – Surface Management - (b) (9) *Protection of survey monuments*, it is your responsibility to bear the cost of any necessary restoration or reestablishment activity of the affected monument(s). Correspondingly, in the course of any accepted surface disturbance activity when Public Land Survey System Monuments/Cadastral corners or accessories that may or have been subject to obliteration, destruction, or damage, it will be your responsibility to protect and preserve the monumentation. Further clarification can be found in Nevada BLM's Instruction Memorandum No. NV-2007-003 www.nv.blm.gov.

Guidelines for Operations Conducted Under a Notice - *The attached document provides additional stipulations concerning your notice.*

Appeal of the Decision Determining the Required Financial Guarantee Amount - *The enclosed two page document provides information on taking appeals to the Interior Board of Land Appeals.* If you do not agree and are adversely affected by this decision, in accordance with 43 CFR 3809.804, you may have the BLM State Director in Nevada review this decision. If you request a State Director review, the request must be received in the BLM Nevada State Office, 1340 Financial Blvd. 89502, P.O. Box 12000, Reno, Nevada 89520-0006, no later than 30 calendar days after you receive this decision. A copy of the request must also be sent to this office. The request must be in accordance with the provisions provided in 43 CFR 3809.805. If a State Director review is requested, this decision will remain in effect while the State Director review is pending, unless a stay is granted by the State Director.

If the Nevada State Director does not make a decision on whether to accept your request for review of this decision within 21 days of receipt of the request, you should consider the request declined and you may appeal this decision to the Interior Board of Land Appeals (IBLA). You then have 30 days in which to file your notice of appeal with the IBLA (see procedures below).

If you wish to bypass the State Director review, this decision may be appealed directly to the Interior Board of Land Appeals, Office of the Secretary, in accordance with the regulations contained in 43 CFR, Part 4 and the enclosed Form 1842-1. If an appeal is taken, your notice of appeal must be filed in this office (Battle Mountain Field Office, 50 Bastian Road, Battle Mountain, Nevada 89820) within 30 days from receipt of this decision. The appellant has the burden of showing that the decision appealed from is in error.

If you wish to file a petition pursuant to regulations 43 CFR 4.21 for a stay of the effectiveness of this decision during the time that your appeal is being reviewed by the Board, the petition for a stay must accompany your notice of appeal. A petition for a stay is required to show sufficient justification based on the standards listed below. Copies of this notice of appeal and petition for a stay must also be submitted to each party named in the decision and to the Interior Board of Land Appeals and to the appropriate Office of the Solicitor (see 43 CFR 4.413) at the same time the original documents are filed with this office. If you request a stay, you have the burden of proof to demonstrate that a stay should be granted.

Standards for Obtaining a Stay

Except as otherwise provided by law or other pertinent regulation, a petition for a stay of a decision pending appeal shall show sufficient justification based on the following standards:

1. The relative harm to the parties if the stay is granted or denied,
2. The likelihood of the appellant's success on the merits,
3. The likelihood of immediate and irreparable harm if the stay is not granted, and
4. Whether the public interest favors granting the stay.

Contact - If you have any questions pertaining to this decision, please contact Cory Crotteau, Environmental Protection Specialist at 775-635-4192 or Stephen Drummond, Supervisory Mining Engineer at 775-635-4160, or at the above address.

Thomas J. Seley

Thomas J. Seley
Assistant Field Manager
Nonrenewable Resources

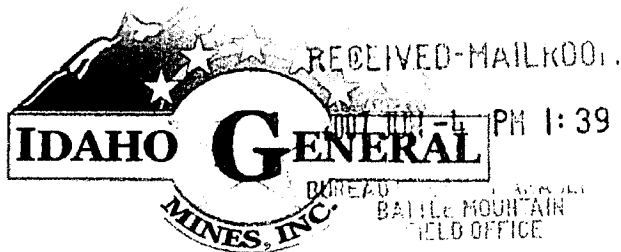
Enclosures

cc:

BLM, Branch of Minerals Adjudication, NSO (NV-923)

Pat Rogers
Idaho General Mines Inc.
455 8th. St.
Elko, NV 89801

CCROTTEAU:cc:05/15/2007:S:\PUBLIC\nonrenewable\minerals\letters\LETTERS
FINALIZED\NOTICESAMENDEDINWOFORMAT\GMI_NVN_083120_MtHopeWest_071A
.doc



Idaho General Mines, Inc.

455 8th Street

Elko, Nevada 89801

Phone: (775) 753-5009

Fax: (775) 753-7722

www.idahogeneralmines.com - AMEX : GMO

Via Federal Express

June 1, 2007

Ms Lacy Ternau
BLM/Nevada State Office
1240 Financial Blvd.
P.O. Box 12000
Reno, Nevada 89520-0006

Re: Bond Increase Rider for Idaho General Mines Surface Management Bond No. NVB 567

Dear Ms Ternau,

Enclosed is a bond rider to facilitate increase of the State Bond for Idaho General Mining, Inc's (IGMI) exploration projects. This increase is to accommodate Notice No. NVN-083120. The bond determination letter dated May 16, 2007 was issued by the Battle Mountain Field Office. An additional reclamation cost of \$31,995 was deemed adequate in the bond determination letter. Guaranteed remittance in US dollars will be mailed under separate cover from IGMI's Spokane Office.

Very truly yours,

Brian J. Musser
Environmental Manager
Mount Hope Project

cc: Steve Drummond, BLM - BMFO

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT
SURFACE MANAGEMENT PERSONAL BOND RIDER

OMB APPROVED
OMB No. 1004-0194
Expires: January 31, 2007

In consideration for this rider and the acceptance of this rider by the Bureau of Land Management (BLM) on behalf of the United States of America, this rider attaches to and is part of Surface Management Bond No. NVB 567 issued on behalf of Idaho General Mines, Inc. (IGMI)
(BLM Bond No.)
10 N Post Street, Suite 610, Spokane, WA 89520-0006

principal, in favor of the United States. The bond provides coverage as shown below:

Individual _____; or Statewide Nevada; or Nationwide _____
(Enter BLM Serial No.) (Enter Name of State, if applicable) (Enter "Yes," if applicable)

☒ **INCREASE/DECREASE IN DOLLAR AMOUNT OF BOND COVERAGE**

It is understood and agreed that IGMI, principal, is increasing/decreasing the coverage of this bond to the amount shown below; however, this rider will not act to increase/decrease the actual cumulative or potential liability above the face amount of the bond, to wit: TWO HUNDRED FIFTY SIX THOUSAND THREE HUNDRED FIFTEEN AND 00/100
U.S. dollars (\$ 256,315.00).

☐ **STATEWIDE/NATIONWIDE BOND**

The principal hereby agrees to and extends bond coverage to include any and all operations under 43 CFR 3802 and 43 CFR 3809.

Include name of State if coverage is Statewide _____

☐ **BOND COVERAGE EXTENDED**

The principal hereby agrees to and extends bond coverage to include notice-level operations pursuant to regulations at 43 CFR 3809.

☒ **THIRD PARTY POSTING OF THE FINANCIAL INSTRUMENT FOR THE BOND**

It is understood and agreed that _____, is pledging the financial instrument to secure the attached bond on behalf of, _____ operator and principal on the bond.

☐ **COPRINCIPAL**

It is understood and agreed that _____, principal, is extending the coverage of the bond referenced above to include liabilities for operations conducted by _____ on notice/plan of operations

serialized _____

(Continued on page 2)

NOTE

This coverage of obligations will continue whether or not a notice/plan of operations has subsequently been suspended or terminated. This rider will not act to increase the actual cumulative or potential liability of the principal or bond above the face amount of the bond. Nothing herein contained will vary, alter, or extend any provision or condition of this bond except as herein expressly stated.

Executed this 24th day of May, 20 07 :

Patrick C. Rogers
(Principal)

(TIN or SSN, if applicable)

PATRICK C. ROGERS
(By)

Director, ENVIRONMENTAL & PERMITTING
(Title)

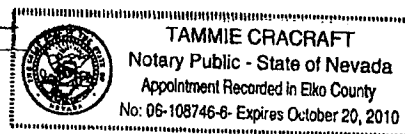
455 8th ST ELKO, NV 89801
(Business Address)

State of Nevada County of Elko

Subscribed and sworn to before me this May 24, 2007

by Patrick C. Rogers

Tammie Cracraft 10-20-10
(Notary Public) (My Commission Expires)



NOTICES

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 22 et seq.; 43 U.S.C. 1732[b] and 1782[c]; 31 U.S.C. 9301 et seq.; 43 CFR 3802 and 43 CFR 3809.

PRINCIPAL PURPOSE: Information is being used to establish financial responsibility for surface disturbance on public lands.

ROUTINE USES: BLM will only disclose the information according to the regulations at 43 CFR 2.56(d).

EFFECT OF NOT PROVIDING INFORMATION: Disclosure of the information is necessary to receive a benefit. Failure to disclose this information may result in BLM's rejection of your application.

The Paperwork Reduction Act of 1995 requires us to inform you that:

BLM collects this information to grant the right to conduct exploration and mining activities on public lands.

Response to this request is required to obtain a benefit.

BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 minutes per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0194), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Nevada State Office
P.O. Box 12000 (1340 Financial Blvd.)
Reno, Nevada 89520-0006
<http://www.nv.blm.gov>



In Reply Refer To:
3809 (NV923z)

JUN 08 2007

DECISION

Principal:	:		
Idaho General Mines, Inc.	:	BLM Bond Number:	NVB000567
10 North Post St., Suite 610	:	Bond Amount Accepted:	\$288,579
Spokane, WA 99201	:		

Bond Riders Accepted Obligation Under Bond Increased

Effective November 3, 2005, the BLM Nevada State Office (NSO) accepted BLM Bond Number NVB000567 from Idaho General Mines, Inc. The bond provides surface disturbance reclamation coverage for operations conducted by Idaho General Mines, Inc. on lands in Nevada under federal regulations at 43 CFR 3809.

On May 16, 2007, the BLM Battle Mountain Field Office increased the reclamation cost estimate for surface disturbance on notice N-83120, the Mt. Hope West Project to \$55,193.

On May 31, 2007, the BLM Battle Mountain Field Office increased the reclamation cost estimates for surface disturbance on notice N-83245, the Central B Well Project, N-80914, the Mt. Hope East Project and N-83246, the Central A Well Project, to \$74,100, \$33,131 and \$126,100 respectively.

On June 4, 2007, the NSO received a rider increasing the bond coverage to \$256,315. The bond rider has been examined and found satisfactory; therefore, it is accepted effective June 4, 2007.

On June 6, 2007, the NSO received another rider increasing the bond coverage to \$288,579. The bond rider has been examined and found satisfactory; therefore, it is accepted effective June 6, 2007. The bond was increased to satisfy recent increases for operations filed by Idaho General Mines, Inc.

Bond obligations adjusted by this Decision are shown in **bold** on the table on the next page.

Operations Number	Operations Name	Bond Amount Obligated
N-80914	Mount Hope East	\$ 33,131
N-83120	Mount Hope West	\$ 55,193
N-83245	Central "B" Well	\$ 74,100
N-83246	Central "A" Well	\$ 126,100
Total obligations under NVB000567		\$ 288,524

Considering the total amount of BLM Bond Number NVB000567 and the amount currently obligated for surface reclamation, \$55 remains available for future amendments or new operations.

If you have any questions, please call Lacy Ternau at 775-861-6599; send facsimile to 775-861-6710; write to the attention of NV923z at the address on the letterhead; or send electronic mail to Lacy_Ternau@nv.blm.gov.

ATANDA CLARK

Atanda Clark

Chief, Branch of Minerals Adjudication

cc:

Idaho General Mines, Inc.

Attn: Pat Rogers

455 8th Street

Elko, NV 89801

NV060 (SDrummond, LMarine)

NV923 (CDragon)



IDAHO GENERAL MINES, INC.

455 8th St.
Elko, NN 89801
Phone: 775.753.5009
Fax: 775.753.7722
Email: bmusser@igmines.com
Website: www.igmines.com

RECEIVED MAIL ROOM
2007 JUN 28 AM 11:12

BUREAU OF LAND MANAGEMENT
ELKO, NEVADA

June 27, 2007

Mr. Thomas J. Seley
Bureau of Land Management
Battle Mountain Field Office
50 Bastian Road
Battle Mountain, Nevada 89820

RE: Idaho General Mines Surface Management Bond No. NVB 567

Dear Mr. Seley:

Idaho General Mines, Inc. (IGMI) has recently submitted three amendments to Notices for geophysical, exploration and water exploration well drilling. The reclamation cost estimate for the Amendment to Notice NVN-083120 (07-1A) required an increase of \$225 from the previous cost estimate. The reclamation cost estimate for the Amendment to Notice NVN-083246 (07-2A) resulted in a decrease in the reclamation cost estimate of \$185,189. The reclamation cost estimate for the Amendment to Notice NVN-083245 (07-2A) resulted in a decrease in the reclamation cost estimate of \$61,769. The net decrease (including the \$225 increase for 083120) is \$246,733. Therefore, the surety amount currently in place exceeds the amount required for the active Notices at Mount Hope.

At this time, IGMI is going to leave the excess in the existing surety, but may seek a reduction in the surety if no other amendments to the drilling programs arise. If you have any questions regarding this request, please contact me at 753-5009.

Very truly yours,

Brian E. Musser
Environmental Manager
Mount Hope Project

cc: Lacey Ternau, BLM
Greg Ferdock, IGMI
Andy Russell, IGMI
Pat Rogers, IGMI



IDAHO GENERAL MINES, INC.

455 8th St.
Elko, NV 89801
Phone: 775.753.5009
Fax: 775.753.7722
Email: bmusser@igmines.com
Website: www.igmines.com

RECEIVED-MAILROOM

2007 JUN 28 AM 11:12

IDAHO GENERAL MINES, INC.
BATTLE MOUNTAIN FIELD OFFICE
BATTLE MOUNTAIN, NEVADA

June 27, 2007

Mr. Thomas J. Seley
Bureau of Land Management
Battle Mountain Field Office
50 Bastian Road
Battle Mountain, Nevada 89820

RE: Amendment to Mount Hope West Notice (NVN-083120 07-1A)

Dear Mr. Seley:

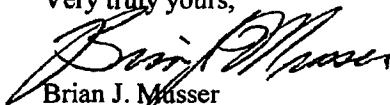
Idaho General Mines, Inc. (IGMI) amended Notice NVN-083120 (07-1A) in May of 2007 to conduct additional drilling and data collection related to pit stability and waste rock storage area placement to support the Environmental Impact Statement being conducted for the Mount Hope Project. As the field work associated with this notice has been carried out, the need to alter access routes to the approved drill holes has been identified. Therefore, IGMI is submitting this letter as an amendment to the Notice. The cross country travel has been eliminated and all access is planned as road construction. It is likely that some cross country travel will be used, but the reclamation cost estimate has been estimated on the basis of reclaiming constructed roads.

Figure 2 from the previous amendment (May 2007) has been modified to show the new road locations. The modification removed some segments of road and added new segments that facilitated the drilling program. The revised figure is attached.

The modification increases the acreage of disturbance by 0.07 acres to 2.63 acres of disturbance. Table 1 provides a breakdown of the acreage for each drill hole. The reclamation cost has been calculated and the reclamation cost estimate is attached.

Reclamation costs are estimated at **\$32,220**, which is an increase of \$225 over the previous Notice amendment. The increased amount will be posted prior to initiation of activities under this Notice amendment. If you have any questions regarding this request, please contact me at 753-5009.

Very truly yours,


Brian J. Musser
Environmental Manager
Mount Hope Project

Attachments: Figure 2 (revised)
Table 1
Reclamation Cost Estimate

cc: Greg Ferdock, IGMI
Andy Russell, IGMI

Table 1: Amended Disturbance

Drill Hole ID # ¹	New Pad Disturbance ²		Road Disturbance ²			Maximum Depth (feet)	Total Disturbance (acres)
	(widths x lengths)	acres	(widths)	(lengths)	acres		
IGM-183 P	-			-		1,235	-
IGM-184	-			-		1,270	-
IGM-185	-			-		1,330	-
IGM-186 P	-			-		1,340	-
IGM-187 P	-			-		1,380	-
IGM-188	(50x120)	0.1377	✓ 0	0		1,450	0.1377
IGM-189	(50x120)	0.1377	✓ 0	0		1,450	0.1377
IGM-190	(50x120)	0.1377	✓ 25	48	0.028	1,430	0.1652
IGM-191	(50x120)	0.1377	25	200	0.115	1,390	0.2525
IGM-192 P	(50x120)	0.1377	25	45	0.026	1,490	0.1635
IGM-193	(50x120)	0.1377	25	728	0.418	1,410	0.5555
IGM-194	(50x120)	0.1377	25	150	0.086	1,460	0.2238
IGM-195	(50x120)	0.1377	25	200	0.115	1,310	0.2525
IGM-196 P	(50x120)	0.1377	0	0		1,240	0.1377
IGM-197	Same as IGM-196	0.0000	0	0		1,700	0.0000
IGM-198	(50x120)	0.1377	0	0		1,700	0.1377
IGM-199	(50x120)	0.0275	0	0		1,700	0.0275
IGM-200	(50x120)	0.1377	25	140	0.080	1,700	0.2180
IGM-201	(50x120)	0.1377	25	150	0.086	1,700	0.2238
Sumps	(5 each @ 40' x 10' x 5')			-		-	Within pad disturbance
Total		1.68		1661	0.95	-	2.63

¹Bore holes that will be developed as piezometers are indicated by "P"

²Disturbance on private land is not included.

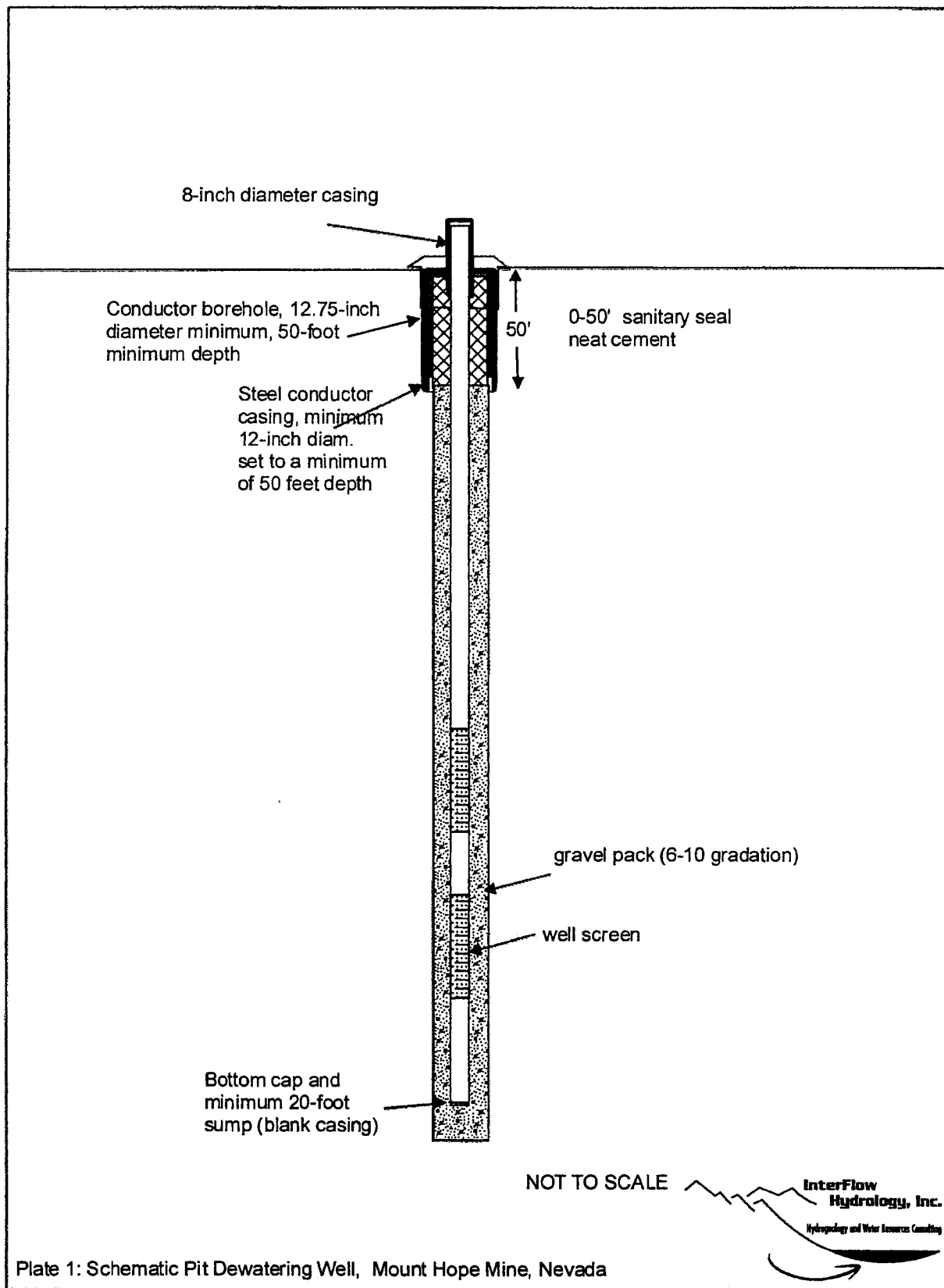


Plate 1: Schematic Pit Dewatering Well, Mount Hope Mine, Nevada

SRCE-based Reclamation Cost Model With Calculators									
For Notice-Level Exploration									
GENERAL MOJO, INC., FEBRUARY 6, 2008 - NOTICE 083120 AMENDMENT									
February 4, 2008	Linear Feet of Road	Linear Feet	Labor Cost	Manpower	Equipment	Materials	Cost/Linear Foot	FY 2007 Model	
	On a Side Slope	Feet							
	<30%	0	Recontouring Cost <30%	\$0.11	\$0.13	\$0.00	\$0.24	Road Reclamation	\$0
	>30%	0	Recontouring Cost >30%	\$0.28	\$0.36	\$0.00	\$0.64		\$0
	Drill Sites and Sumps	Number						Pad & Sump	
	Drill Sites < 30% slopes		Recontouring Cost	\$34.00	\$42.80	\$0.00	Cost each	Reclamation	\$0
	Drill Sites > 30% slopes		Recontouring Cost	\$108.00	\$137.00	\$0.00	\$76.80		\$246
	Drill Sites Cross Country	0	Ripping Cost	\$7.00	\$3.50	\$0.00	\$10.50		\$0
	Sumps	0	Recontouring Cost	\$36.90	\$46.40	\$0.00	\$83.30		\$0
	Tranches	Linear Feet							
	Cross Country Travel	0	Recontouring Cost	\$0.93	\$1.71	\$0.00	\$2.64		\$0
		0	Ripping Cost	\$0.04	\$0.02	\$0.00	\$0.06		\$0
	Total Disturbance	Slope Acres							
		0.00	Revegetation Cost	\$75.50	\$64.00	\$275.00	Cost/Acre		\$0
	150 miles Mobilization								
	150 miles Mobilization		Mobilization Cost-excavator	\$417.27	\$489.83		Mob+Demob		\$0
			Mobilization Cost-digger	\$275.52	\$390.48		\$656.00		\$0
	Drill Holes Open	#/Feet							
	Feet of Open Holes - Wet	2000	Plugging Cost - Wet	\$1.17	\$2.08	\$0.53	Cost/Feet	Drill Hole Plugging	\$7,556
	Feet of Open Holes - Dry	0	Plugging Cost - Dry	\$0.47	\$0.22	\$0.05	\$0.75		\$0
	Feet of Casing to Pull	0	Pulling Casing	\$1.66	\$4.06	\$0.00	\$5.72		\$0
	150 miles Mobilization								
	150 miles Mobilization		Mobilization Cost - Wet	\$719.84	\$1,279.72		Mob+Demob		\$2,000
			Mobilization Cost - Dry	\$364.91	\$196.49		\$581.40		\$0
	Disturbance Type	Total Acres							
	Roads	0.00	Total Linear Feet					Total Reclamation Cost	\$9,802
	Drill Sites	0.00							
	Sumps	0.00							
	Tranches	0.00							
	Cross Country	0.00						Total Labor	\$3,080
	total Notice acres	0.00							
			Insurance						
			Bond*						
			Contractor Profit						
			Contract Administration						
			Indirect Costs						
	green cells with blue font is for user input								
	yellow cells are unit costs								
	* Bond required only if total reclamation cost > \$100,000							Total Administration Cost	\$2,212
			Cost per acre					Financial Guarantee	
			#DIV/0!				Amount		\$12,014

Bureau of Land Management Notice Level Reclamation Cost Estimation Worksheet									
Costs for this Notice Level Reclamation Cost Estimator are based on values and assumptions used in the Standardized Reclamation Cost Estimator (SRCE) Version 1.1.1. Cost Data are from October 1, 2006. This worksheet is simpler than the SRCE and does not allow the flexibility of entering project specific information in some situations. The model will generate approximately the same reclamation costs as the SRCE model if the same inputs and assumptions are applied.									
Below are the methods and assumptions used by this model to generate a Financial Guarantee Amount.									
1.	There are two side hill slope categories used for all calculations in this worksheet. All slopes under 30% (30%) are assumed to have a slope of 20%.								
2.	All slopes over 30% (>30%) are assumed to have a slope of 40%.								
3.	All Roads in this worksheet are assumed to have a 14 foot wide dimension across the flat "driveable" part of the road without any safety berms.								
4.	All Drill Sites in this worksheet are assumed to be 30 feet wide. For Drill Sites on slopes <30% they are 70 feet long. For Drill Sites on slopes >30% they are 83 feet long.								
5.	All Road and Drill Sites cut banks are assumed to have a 60 degree slope.								
6.	All Road and Drill Sites fill slopes are assumed to have an angle of repose of 1.4H:1V or about 70% slope equal to a 35 degree angle.								
7.	Roads are linear features and the units required for input to this worksheet are in linear feet.								
8.	Recontouring for reclamation of Roads, Drill Sites, and Sumps is done with a track excavator of a Cat 320C size with a 1.57 CY bucket and productivity of 139 CY per hour.								
9.	Equipment operator Manpower cost is based on Davis-Bacon wage rates for Northern Nevada. Area pay = \$2.00 per hour. FICA = 7.65%. Unemployment = 3% and Workmen's Comp = 10.75%.								
10.	Area pay = \$3.00 per hour. FICA = 7.65%. Unemployment = 3% and Workmen's Comp = 10.75%.								
11.	Revegetation cost is based on the cost of use of a D4 class dozer which scarifies, seeds and drags the seed in on one pass.								
12.	Revegetation costs are based on a per acre basis.								
13.	Drill Sites recontouring cost is based on a standard pad width and length.								
14.	Drill Sites on slopes <30% and Gross Country Drill Sites are 30 feet wide by 70 feet long.								
15.	On Gross Country Drill Sites, the disturbed area is ripped by a Cat D6 size dozer.								
16.	On Drill Sites <30% slopes they are assumed to be outside the Drill Site.								
17.	On Drill Sites >30% slopes sumps are assumed to be within the 30 foot * 83 foot dimension of the Drill Site.								
18.	Trenches are assumed to be 300 feet long by 14 feet wide by 5 feet deep. They are recontoured with a Cat D6 sized dozer assuming a 208 CY/hour productivity.								
19.	Recontouring earthwork for Roads Drill Sites and Sumps has an assumed swell factor of 20%. Trenches swell factor is 30%.								
20.	Gross Country travel is assumed to have a disturbance of 6 feet wide by the linear feet of travel on slopes under 10%.								
21.	Revegetation costs for all Gross Country disturbance is based on a 12 foot wide seeding width on one pass.								
22.	Mobilization and Demobilization are based on 150 miles one way to project and are based on 2006 Vega Construction and Trucking Quotes.								
23.	Travel times are assumed to be 2.73 hours one way to the project.								
24.	Mobilization for a Cat 320C excavator will be charged for regrading of Roads, Drill Sites only.								
25.	If any Trenches or Gross Country travel is included a D6 dozer will be mobilized also.								
26.	All projects that propose drilling will require a minimum Drill Holes Open abandonment cost.								
27.	If a drill hole will not penetrate the static water level it may be abandoned as an Open Hole - Dry.								
28.	If a drill hole is drilled deeper than the static water level it is considered a wet hole and must be abandoned as an Open Hole - Wet.								
29.	Mobilization for Drill Holes - Open for Open Hole - Wet will include one drill rig plus crew and support equipment.								
30.	Mobilization for Drill Holes - Open for Open Hole - Dry will include one backhoe and operator, and one general laborer.								
31.	Drill Hole Plugging Cost for Open Hole - Wet is based on average time to plug a 1000 ft. 6" Drill Hole (using productivity data from 8 drilling contractors December 2006).								

Nevada BLM, January 17, 2007



Christopher
Cook/BMFO/NV/BLM/DOI
02/21/2008 10:46 AM

To Cory Gardner/BMFO/NV/BLM/DOI@BLM
cc
bcc
Subject NVN-083120 (08-1A)

Cory,

General Moly is advised that under the Archaeological Resources Protection Act and the Native American Graves Protection and Repatriation Act, they are liable for any damages to historic properties, cultural resources, or Native American funerary items or remains, as a result of the planned activities. Furthermore, recent archaeological survey of the Mt. Hope vicinity has resulted in the recordation of hundreds of cultural resources within the area of activity proposed for this noticed, including historic road segments. Therefore, it is recommended that General Moly retain the services of a professional archaeologist to ensure avoidance of any impacts to such resources

Chris

Christopher J. Cook, Archaeologist
Bureau of Land Management, BMFO
Bard Mountain, Nevada
775 - 635 - 4063
Christopher_cook@nv.blm.gov

Return Receipt

Your document: Notice Amendment NVN-083120 08-1A ✓
was received by: Cory Gardner/BMFO/NV/BLM/DOI
at: 02/20/2008 01:07:40 PM

Return Receipt

Your document: Notice Amendment NVN-083120 08-1A ✓
was received by: Stephen Drummond/BMFO/NV/BLM/DOI
at: 02/20/2008 01:07:53 PM

Return Receipt

Your document: Notice Amendment NVN-083120 08-1A ✓
was received by: Thomas Darrington/BMFO/NV/BLM/DOI
at: 02/20/2008 02:18:58 PM

Return Receipt

Your document: Notice Amendment NVN-083120 08-1A ✓
was received by: Lisa Walker/BMFO/NV/BLM/DOI
at: 02/20/2008 02:47:49 PM

Return Receipt

Your document: Notice Amendment NVN-083120 08-1A ✓
was received by: Charles Lane/BMFO/NV/BLM/DOI
at: 02/20/2008 03:24:14 PM

Return Receipt

Your document: Notice Amendment NVN-083120 08-1A ✓
was received by: Michael Vermeys/BMFO/NV/BLM/DOI
at: 02/20/2008 04:03:09 PM

Return Receipt

Your document: Notice Amendment NVN-083120 08-1A ✓
was received by: Christopher Cook/BMFO/NV/BLM/DOI
at: 02/21/2008 08:04:55 AM

Return Receipt

Your document: Notice Amendment NVN-083120 08-1A ✓
was received by: Sheila Mallory/BMFO/NV/BLM/DOI
at: 02/21/2008 01:58:07 PM

Return Receipt

Your document: Notice Amendment NVN-083120 08-1A ✓
was received by: Duane Crimmins/BMFO/NV/BLM/DOI
at: 02/21/2008 02:03:45 PM

Return Receipt

*No Mike Stamm
Don Aguirre*

Your document: Notice Amendment NVN-083120 08-1A
was received by: Shawna Richardson/BMFO/NV/BLM/DOI
at: 02/22/2008 08:30:25 AM



Return Receipt

Your document: Notice Amendment NVN-083120 08-1A
was received by: Michele McDaniel/BMFO/NV/BLM/DOI
at: 02/22/2008 02:41:22 PM





United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Battle Mountain Field Office
50 Bastian Road
Battle Mountain, NV 89820
<http://www.nv.blm.gov/BattleMountain/>



C. Grotreau 2/21/2007
AC Hummard 2/21/2007

FEB 22 2007

In Reply Refer To:
3809 (NV-063)
NVN-083120

CERTIFIED MAIL: 7006 2150 0000 0369 9417
RETURN RECEIPT REQUESTED

DECISION

Pat Rogers : 43 CFR 3809 – Surface Management
Environmental Director : Notice Amendment
Idaho General Mines :
10 N Post Street, Suite 610 :
Spokane, WA 99201 :

Determination of Required Financial Guarantee Amount

On December 20, 2006, Idaho General Mines, Inc. (IGMI) submitted a Notice amendment for the Mount Hope Project located in located within MDB&M., T. 22 N., R. 51E, sections 1, 2, 1-14, 23 and 24; T. 22 N., R. 51½ E., sections 12, 13, 24 and 25; T. 22 N., R. 52 E., sections 1-4, 6, 7-24 and 27-30; T. 23 N., R. 51E., sections 25, 25, and 36; and, T. 23 N., R. 52 E., sections 31, 33, 34 and 35. MDB&M., T. 23 N. R. 43 E., sections 29 and 30. The Notice amendment has been assigned Bureau of Land Management (BLM) case file number NVN-080914(07-2A) and previously had 4.76-acres of accepted disturbance and 4.29-acres actually disturbed. .

The BLM sent IGMI a letter dated December 21, 2007, stating it could not accept the proposed Notice amendment because it would have exceeded five acres of disturbance and would require a Plan of Operations. Additionally, BLM stated it needed a project map showing all of previously accepted disturbances.

Next, BLM received a revised proposal from IGMI on February 6, 2007. The revised proposed amendment split the existing Notice NVN-080941 into two separate Notices. **Notice NVN-080914** now includes all of the test pits, bore holes, wells and roads east of Range 51 ½ East with a total of 2.293-acres of actual disturbance and the project name (previously Mount Hope) has been **renamed Mount Hope East**.

The new Notice west of Range 51 ½ has been assigned BLM case file number **NVN-083120** and **is named Mount Hope West** with a total of 1.999-acres of disturbance and includes test pits, bore holes, wells and roads. A one page Guidelines for Operations Conducted Under a Notice are enclosed as well as a one page Recommended Seed Mix (Wyoming Sagebrush Community).

Cultural Resources - If archaeological sites are damaged you could be assessed fines under the civil provisions of the Archaeological Resources Protection Act (see 43 CFR 7, parts 7.4, 7.14, 7.15 and 7.16). Therefore, it is recommended that you hire an archaeological contractor to do a cultural survey of the project area prior to beginning work. Pursuant 43 CFR 10.4(g) you must notify the authorized officer, Assistant Field Manager, Non Renewable Resources/Field Station Manager, by telephone, with written confirmation, immediately upon the discovery of human remains, funerary items, sacred objects, or objects of cultural patrimony. Further, pursuant to 43 CFR 10.4(c) and (d), you must stop activities in the immediate vicinity of the discovery and protect it from your activities for 30 days or until notified to proceed by the authorized officer.

Protection and Preservation of Public Land Survey System Monuments-As directed in 43 CFR 3809.420 – Surface Management - (b) (9) *Protection of survey monuments*, it is your responsibility to bear the cost of any necessary restoration or reestablishment activity of the affected monument(s). Correspondingly, in the course of any accepted surface disturbance activity when Public Land Survey System Monuments/Cadastral corners or accessories that may or have been subject to obliteration, destruction, or damage, it will be your responsibility to protect and preserve the monumentation. Further clarification can be found in Nevada BLM's Instruction Memorandum No. NV-2007-003 www.nv.blm.gov.

Amount of Financial Guarantee – This office has reviewed your reclamation cost estimate for the Mount Hope West Project and has determined that the amount of **\$23,198.00** is sufficient to meet all anticipated reclamation requirements. The amount of the reclamation cost estimate was based on the operator complying with all applicable operating and reclamation requirements.

All line items contained in the approved reclamation cost estimate are not to be considered as the limits of financial guarantee expenditures in that respective category or task should forfeiture of the financial guarantee be necessary. The line items listed are solely for the purpose of arriving at a total amount for the financial guarantee. This total amount may be spent however the BLM deems necessary to implement the approved reclamation plan and does not represent a reclamation cost limit or constraint.

BLM's review of your proposed operations, determination that your Notice amendment filing is complete, determination that your operations as proposed will not cause unnecessary or undue degradation, and decision concerning the amount of the required financial guarantee does not relieve you, the operator, of your responsibility to be in compliance with all applicable Federal, State and local laws and regulations, and to obtain all applicable Federal, State and local authorizations and permits.

You are responsible for preventing any unnecessary or undue degradation of public lands and resources, and for reclaiming all lands disturbed by your operations.

Required Financial Guarantee - **Within 60 days of receipt of this Decision**, a financial guarantee in the amount of **\$23,198.00** must be filed and accepted by the BLM Nevada State Office, Branch of Minerals Adjudication, P.O. Box 12000, Reno, NV 89520-0006. **Failure to provide an acceptable financial guarantee within the specified timeframe will result in enforcement action(s) under 43 CFR 3809.601.**

You must receive written notification from that office accepting and obligating your financial guarantee before you may begin any surface disturbing operations above and beyond your original notice proposal.

The types of financial instruments that are acceptable to the BLM are found at 43 CFR 3809.555. Information on the Nevada BLM bonding process and bond contract forms is enclosed with this letter. Please contact the Branch of Minerals Adjudication at 775-861-6599 for further information on the adjudication of financial guarantees.

This decision does not constitute: certification of ownership to any entity named in the Notice; recognition of the validity of any associated mining claims; or recognition of the economic feasibility of the proposed operations.

This decision does not constitute: certification of ownership to any entity named in the Notice; recognition of the validity of any associated mining claims; or recognition of the economic feasibility of the proposed operations.

Term of Notice - Your Notice will remain in effect for 2 years from the date of this notice acceptance Decision, unless you notify this office beforehand that operations have ceased and reclamation is complete. If you wish to conduct operations for another 2 years after the expiration date of your Notice, you must notify this office in writing on or before the expiration date as required by 43 CFR 3809.333.

Appeal of the Decision Determining the Required Financial Guarantee Amount - If you do not agree and are adversely affected by this decision, in accordance with 43 CFR 3809.804, you may have the BLM State Director in Nevada review this decision. If you request a State Director review, the request must be received in the BLM Nevada State Office, 1340 Financial Blvd. 89502, P.O. Box 12000, Reno, Nevada 89520-0006, no later than 30 calendar days after you receive this decision. A copy of the request must also be sent to this office. The request must be in accordance with the provisions provided in 43 CFR 3809.805. If a State Director review is requested, this decision will remain in effect while the State Director review is pending, unless a stay is granted by the State Director.

If the Nevada State Director does not make a decision on whether to accept your request for review of this decision within 21 days of receipt of the request, you should consider the request declined and you may appeal this decision to the Interior Board of Land Appeals (IBLA). You then have 30 days in which to file your notice of appeal with the IBLA (see procedures below).

If you wish to bypass the State Director review, this decision may be appealed directly to the Interior Board of Land Appeals, Office of the Secretary, in accordance with the regulations contained in 43 CFR, Part 4 and the enclosed two page Form 1842-1. If an appeal is taken, your notice of appeal must be filed in this office (Battle Mountain Field Office, 50 Bastian Road, Battle Mountain, Nevada 89820) within 30 days from receipt of this decision. The appellant has the burden of showing that the decision appealed from is in error.

If you wish to file a petition pursuant to regulations 43 CFR 4.21 for a stay of the effectiveness of this decision during the time that your appeal is being reviewed by the Board, the petition for a stay must accompany your notice of appeal. A petition for a stay is required to show sufficient justification based on the standards listed below. Copies of this notice of appeal and petition for

a stay must also be submitted to each party named in the decision and to the Interior Board of Land Appeals and to the appropriate Office of the Solicitor (see 43 CFR 4.413) at the same time the original documents are filed with this office. If you request a stay, you have the burden of proof to demonstrate that a stay should be granted.

Standards for Obtaining a Stay

Except as otherwise provided by law or other pertinent regulation, a petition for a stay of a decision pending appeal shall show sufficient justification based on the following standards:

1. The relative harm to the parties if the stay is granted or denied,
2. The likelihood of the appellant's success on the merits,
3. The likelihood of immediate and irreparable harm if the stay is not granted, and
4. Whether the public interest favors granting the stay.

Contact - If you have any questions pertaining to this decision, please contact Cory Crotteau, Environmental Protection Specialist, at 775-635-4192 or Stephen Drummond, Supervisory Mining Engineer, at 775-635-4160 or at the above address.

Thomas J. Seley

Thomas J. Seley
Assistant Field Manager
Nonrenewable Resources

cc: BLM
Branch of Minerals Adjudication w/o enclosures
PO Box 12000, Reno, NV 89520-0006

3 Enclosures:
Guidelines for Operations Conducted Under a Notice
Recommended Seed Mix (Wyoming Sagebrush Community)
Form 1842-1

SDRUMMOND:cc:02/21/2007:S:\PUBLIC\nonrenewable\minerals\letters\LETTERS
FINALIZED\nOTICES NEW IN WO FORMAT\MOUNT HOPE WEST 083120 DECISION
FEB 21.doc



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Battle Mountain Field Office
50 Bastian Road
Battle Mountain, Nevada 89820
<http://www.nv.blm.gov/battlemountain>
(775) 635-4000 or bmfwweb@nv.blm.gov



C. Gardner 2/26/08
A. Hummer 2/26/08

In Reply Refer To:
3809 (NV063)
NVN-083120
(08-1A)

FEB 26 2008

CERTIFIED MAIL: 7007 0710 0004 4481 8089
Return Receipt Requested

DECISION

Brian Musser	:	43 CFR 3809 – Surface Management
Environmental Manager	:	Notice Amendment and 2 Year Extension
General Moly, Inc.	:	
2215 N. 5 th St.	:	
Elko, NV 89801	:	

Determination of Required Financial Guarantee Amount

On February 14, 2008, General Moly, Inc. (GMI) submitted a Notice Amendment for the Mt. Hope West Project located in MDB&M., T. 22N., R. 51 E., sections 1 & 12. The Notice Amendment has been assigned Bureau of Land Management (BLM) case file number NVN-083120 (08-1A).

Your Notice Amendment request to add two test wells with no increased acreage keeps the project acreage at 4.6 acres. The Notice Amendment documentation has been reviewed and satisfies the requirements of 43 CFR 3809 for operations conducted under a notice.

Amount of Financial Guarantee – This office has reviewed your reclamation cost estimate and has determined that the amount of **\$114,685** is sufficient to meet all anticipated reclamation requirements associated with this Notice. This amount is based on the operator complying with all applicable operating and reclamation requirements.

All line items contained in the approved reclamation cost estimate are not to be considered as the limits of financial guarantee expenditures in that respective category or task should forfeiture of the financial guarantee be necessary. The line items listed are solely for the purpose of arriving at a total amount for the financial guarantee.

This total amount may be spent however the BLM deems necessary to implement the approved reclamation plan and does not represent a reclamation cost limit or constraint.

BLM's review of your proposed operations, determination that your Notice Amendment filing is complete, determination that your operations as proposed will not cause unnecessary or undue degradation, and decision concerning the amount of the required financial guarantee does not relieve you, the operator, of your responsibility to be in compliance with all applicable Federal, State and local laws and regulations, and to obtain all applicable Federal, State and local authorizations and permits.

Required Financial Guarantee – Within sixty (60) days of receipt of this Decision, GMI must submit an acceptable financial guarantee in the amount of **\$114,685** to the Bureau of Land Management, Branch of Minerals Adjudication, P.O. Box 12000, Reno, NV 89520-0006.

Failure to provide an acceptable financial guarantee within the specified time frame will result in an enforcement action against GMI for failure to maintain an acceptable financial guarantee.

Term of Notice - Your Notice will remain in effect for 2 years from the date of the original decision of February 20, 2007, unless you notify this office beforehand that operations have ceased and reclamation is complete. If you wish to conduct operations for another 2 years after the expiration date of your Notice, you must notify this office in writing on or before the expiration date as required by 43 CFR 3809.333.

Cultural Resources – There have been numerous cultural resource sites identified within the Project area. Therefore, it is recommended that Idaho General Mines have a BLM approved archeologist on site to monitor Project activities. If archaeological sites are damaged you could be assessed fines under the civil provisions of the Archaeological Resources Protection Act (see 43 CFR 7, parts 7.4, 7.14, 7.15 and 7.16). Therefore, it is recommended that you hire an archaeological contractor to do a cultural survey of the project area prior to beginning work. Pursuant 43 CFR 10.4(g) you must notify the authorized officer, Assistant Field Manager, Non Renewable Resources/Field Station Manager, by telephone, with written confirmation, immediately upon the discovery of human remains, funerary items, sacred objects, or objects of cultural patrimony. Further, pursuant to 43 CFR 10.4(c) and (d), you must stop activities in the immediate vicinity of the discovery and protect it from your activities for 30 days or until notified to proceed by the authorized officer.

Guidelines for Operations Conducted Under a Notice - *The enclosed document provides additional stipulations concerning your notice.*

Appeal of the Decision Determining the Required Financial Guarantee Amount - *The enclosed one page document provides information on taking appeals to the Interior Board of Land Appeals.* If you do not agree and are adversely affected by this decision, in accordance with 43 CFR 3809.804, you may have the BLM State Director in Nevada review this decision. If you request a State Director review, the request must be received in the BLM Nevada State Office, P.O. Box 12000, Reno, Nevada 89520-0006, no later than 30 calendar days after you receive this decision. A copy of the request must also be sent to this office. The request must be in accordance with the provisions provided in 43 CFR 3809.805.

If a State Director review is requested, this decision will remain in effect while the State Director review is pending, unless a stay is granted by the State Director.

If the Nevada State Director does not make a decision on whether to accept your request for review of this decision within 21 days of receipt of the request, you should consider the request declined and you may appeal this decision to the Interior Board of Land Appeals (IBLA). You then have 30 days in which to file your notice of appeal with the IBLA (see procedures below).

If you wish to bypass the State Director review, this decision may be appealed directly to the IBLA, Office of the Secretary, in accordance with the regulations contained in 43 CFR, Part 4 and the enclosed Form 1842-1. If an appeal is taken, your notice of appeal must be filed in this office (Battle Mountain Field Office, 50 Bastian Road, Battle Mountain, Nevada 89820) within 30 days from receipt of this decision. The appellant has the burden of showing that the decision appealed from is in error.

If you wish to file a petition pursuant to regulations 43 CFR 4.21 for a stay of the effectiveness of this decision during the time that your appeal is being reviewed by the Board, the petition for a stay must accompany your notice of appeal. A petition for a stay is required to show sufficient justification based on the standards listed below. Copies of this notice of appeal and petition for a stay must also be submitted to each party named in the decision and to the IBLA and to the appropriate Office of the Solicitor (see 43 CFR 4.413) at the same time the original documents are filed with this office. If you request a stay, you have the burden of proof to demonstrate that a stay should be granted.

Standards for Obtaining a Stay

Except as otherwise provided by law or other pertinent regulation, a petition for a stay of a decision pending appeal shall show sufficient justification based on the following standards:

1. The relative harm to the parties if the stay is granted or denied,
2. The likelihood of the appellant's success on the merits,
3. The likelihood of immediate and irreparable harm if the stay is not granted, and
4. Whether the public interest favors granting the stay.

Contact - If you have any questions pertaining to this decision, please contact Cory Gardner, Environmental Protection Specialist, at 775-635-4192 or at the above address.



Jeffrey D. Johnson
Acting Assistant Field Manager
Nonrenewable Resources

Enclosures

cc: BLM, Branch of Minerals Adjudication (NV-923)

CGARDNER:cc:02/26/2008\Blm\dfs\inv\bm\pub\nonrenewable\minerals\letters\LETTERS
FINALIZED\nOTICES AMENDED IN WO FORMAT\IGM\NGM_83120_081A MntHope
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United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Mount Lewis Field Office
50 Bastian Road
Battle Mountain, Nevada 89820
<http://www.nv.blm.gov/battlemountain>
(775) 635-4000 or bmfwweb@nv.blm.gov



In Reply Refer To:
3809 (NV063)
NVN-083120

MAR 03 2009

Imarine 3/2/09
J. Sherr 3/2/09

CERTIFIED MAIL: 7006 2150 0000 0369 5464

RETURN RECEIPT REQUESTED

Brian Musser
General Moly
2215 N. 5th Street
Elko, NV 89801

Dear Mr. Musser:

On February 20, 2009, your notice for the Mount Hope West Project, Bureau of Land Management (BLM) case file number NVN-083120, expired.

Pursuant to 43 CFR 3809.335, you must cease operations, except reclamation, and complete the reclamation promptly according to your notice. Your reclamation obligations continue beyond the expiration or any termination of your notice until you satisfy them.

If you continue operations, except reclamation, BLM may issue a Noncompliance Order pursuant to § 3809.601 and initiate forfeiture of your financial guarantee as described in § 3809.595.

Contact - If you have any questions, please contact Leesa Marine, Land Law Examiner, at (775) 635-4159, or at the above address.

Sincerely,

/s/ Douglas W. Furtado

Douglas W. Furtado
Field Manager
Mount Lewis Field Office

cc: BLM-Branch of Minerals Adjudication

LMARINE:01/02/2008:\\blm\dfs\nv\bm\pub\nonrenewable\minerals\letters\LETTERS FINALIZED\nOTICES EXPIRED WITH BOND\General Moly\2009_General Moly_NVN_083120_Mt Hope West_February.doc

83120

GENERAL MOLY, INC.



GENERAL MOLY

2215 N. 5th Street
Elko, Nevada 89801
Phone: 775-753-5009
Fax: 775-753-7722
Email: bmusser@generalmoly.com
Website: www.generalmoly.com

March 12, 2008

Mr. Steve Drummond
BLM Field Office
50 Bastian Rd.
Battle Mountain, NV 89820

Re: NVB000567
Notification of Assignment
General Moly, Inc. – Eureka Moly, LLC.

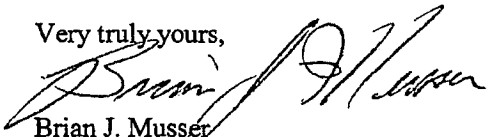
Dear Mr. Drummond,

Effective as of January 1, 2008 General Moly, Inc. assigned (the "Assignment") its Mount Hope Mine Project (the "Project") to Eureka Moly, LLC to facilitate the construction and operation of the Project. At the time of the Assignment, Eureka Moly, LLC was a wholly owned subsidiary of General Moly, Inc. The Project's manager will be Nevada Moly, LLC, also a wholly owned subsidiary of General Moly, Inc.

On February 18, 2008, agreements (the "Agreements") were entered into between General Moly, Inc. and Eureka Moly, LLC, Nevada Moly, LLC and POS-Minerals Corporation (a subsidiary of POSCO) for POS-Minerals Corporation's acquisition of a 20% interest in Eureka Moly, LLC. The Agreements require that General Moly, Inc. transfer all titles, permits, applications, licenses and other ownership documents pertaining to the Project into the name of Eureka Moly, LLC.

All names, addresses and contact information which are on file will remain the same. Form 3809-2 Surface Management Personal Bond has been enclosed to create a new bond for Eureka Moly, LLC. Form 3809-5 has been submitted to the BLM State Office to change the operator name. If you require additional information or would like to discuss any matters associated with the Assignment please call me at the number above.

Very truly yours,


Brian J. Musser
Environmental Manager
Mt. Hope Project
General Moly, Inc.

BJM:mw

Cc: Pat Rogers
Andrew Russell

Enclosures: From 3809-5

UNITED STATES
DEPARTMENT OF THE INTERIOR
BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0194
Expires: April 30, 2010

NOTIFICATION OF CHANGE OF OPERATOR AND ASSUMPTION OF PAST LIABILITY

The mining law surface management regulations at 43 CFR 3809 require that obligations accrued or conditions created under an operation remain with that operator until (1) Bureau of Land Management (BLM) accepts a satisfactory replacement financial guarantee adequate to cover the previously accrued obligations and (2) BLM receives documentation that a transferee accepts responsibility for the transferor's previously accrued obligations. Therefore, the undersigned transferee hereby assumes all liabilities that may be outstanding on the plan of operations or notice shown below, including, but not limited to, the obligation to properly reclaim and restore the land disturbed on said plan or notice within the approved reclamation plan or notice filed with the BLM; provided that the obligation will not act to increase the potential or cumulative liability above the face amount of the replacement bond to which this notification attaches in the amount stated below as required from the transferee.

1. BLM Notice or Plan of Operations Number(s): NVB 567 - N80914, N81811, N83120, N83245, N83246, N 81485

2. Date BLM Accepted Notice or Approved the Plan of Operations: _____

3. Change of operator on the Notice(s) or Plan(s) shown is proposed on _____ as follows:

FROM: Current Operator (Transferor) General Moly, INC.

(Date)

Address 1726 Cole Blvd. Ste 115, Lakewood, CO 80401

Address _____

By Bruce Hansen

Signature Bruce Hansen

(Print Name)

Title CEO

Surface Reclamation Bonding Amount Currently Obligated: Sum of Four Hundred Sixty Six Thousand Three hundred nine

U.S. dollars (\$ 466,309.00).

TO: Proposed Operator (Transferee) Eureka Moly, LLC

Address 1726 Cole Blvd., Ste 115, Lakewood, CO 80401

Address _____

By Bruce Hansen

Signature Bruce Hansen

(Print Name)

Title CEO

Surface Reclamation Bond: Sum of Four Hundred Sixty Six Thousand Three hundred nine

U.S. dollars (\$ 466,309.00).

91-0232000

(TIN or SSN)

Change of Operator Approved Pending Acceptance of Satisfactory Bond:

Sheld M. Smith
(Field Manager)

3-17-08

(Date)

cc: State Office

Surety, if applicable

(Continued on page 2)

NOTICES

The Privacy Act of 1974 and the regulation in 43 CFR 2.48(d) provide that you be furnished the following information in connection with information required by this application.

AUTHORITY: 30 U.S.C. 22 et seq.; 43 U.S.C. 1732[b] and 1782[c]; 31 U.S.C. 9301 et seq.; 43 CFR 3802 and 43 CFR 3809.

PRINCIPAL PURPOSE: Information is being used to establish financial responsibility for surface disturbance on public lands.

ROUTINE USES: BLM will only disclose the information according to the regulations at 43 CFR 2.56(d).

EFFECT OF NOT PROVIDING INFORMATION: Disclosure of the information is necessary to receive a benefit. Failure to disclose this information may result in BLM's rejection of your application.

The Paperwork Reduction Act of 1995 requires us to inform you that:

The BLM collects this information to grant the right to conduct exploration and mining activities on public lands.

Response to this request is required to obtain a benefit.

The BLM would like you to know that you do not have to respond to this or any other Federal agency-sponsored information collection unless it displays a currently valid OMB control number.

BURDEN HOURS STATEMENT: Public reporting burden for this form is estimated to average 8 hours per response, including the time for reviewing instructions, gathering and maintaining data, and completing and reviewing the form. Direct comments regarding the burden estimate or any other aspect of this form to U.S. Department of the Interior, Bureau of Land Management (1004-0194), Bureau Information Collection Clearance Officer (WO-630), 1849 C Street, N.W., Mail Stop 401 LS, Washington, D.C. 20240.



83120
United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Nevada State Office
P.O. Box 12000 (1340 Financial Blvd.)
Reno, Nevada 89520-0006
<http://www.nv.blm.gov>

MAR 05 2008

RECEIVED-MAIL
2008 MAR 10 AM 11:24
BUREAU OF LAND MANAGEMENT
BATTLE MOUNTAIN
FIELD OFFICE



In Reply Refer To:
3809 (NV923z)

DECISION

Obligor/Operator: :
General Moly, Inc. : BLM Bond Number: NVB000567
N. 10 Post St., Suite 610 : Bond Amount Accepted: \$466,309
Spokane, WA 99201 :

Obligation Under Statewide Bond Increased

The BLM Nevada State Office (NSO) currently holds BLM bond number NVB000567 with General Moly, Inc., as principal, in the amount of \$466,309. The bond provides coverage for surface reclamation activities on operations conducted on lands in Nevada by General Moly, Inc. under the regulations at 43 CFR 3809.

On February 26, 2008, the BLM Battle Mountain Field Office increased the reclamation cost estimates on notices N-80914, the Mt. Hope East Project, N-81485, the Mt. Hope Project, and N-83120, the Mt. Hope West Project, to \$92,570, \$39,127, and \$114,685, respectively. Effective the date of this Decision, the amounts of \$92,570, \$39,127, and \$114,685 are obligated to BLM bond number NVB000567 for N-80914, N-81485, and N-83120, respectively.

Bond obligations for BLM bond number NVB000567 are shown in the table below. Obligations adjusted by this Decision are shown in **bold**.

Operations Number	Operations Name	Bond Amount Obligated
N-80914	Mount Hope East	\$ 92,570
N-81485	Mount Hope	\$ 39,127
N-81811	Mount Hope	\$ 28,309
N-83120	Mount Hope West	\$ 114,685
N-83245	Central "B" Well	\$ 78,629
N-83246	Central "A" Well	\$ 52,343
Total Obligations Under NVB000567		\$ 405,663

Considering the bond amounts accepted and obligated, \$60,646 remains available under BLM bond number NVB000567 for future amendments or new operations.

If you have any questions, please call Lacy Trapp at 775-861-6599; send facsimile to 775-861-6710; write to the attention of NV923z at the address on the letterhead; or send electronic mail to Lacy_Trapp@nv.blm.gov.

Elaine M. Lewis

FOR Atanda Clark
Chief, Branch of Minerals Adjudication

cc:
Idaho General Mines, Inc.
Attn: Brian Musser
455 8th Street
Elko, NV 89801

NV060 (SDrummond, LMarine)
NV923 (CDragon)



United States Department of the Interior
RECEIVED-MAIL ROOM
BUREAU OF LAND MANAGEMENT
Nevada State Office
P.O. Box 12000 (1340 Financial Blvd.)
Reno, Nevada 89520-0006
<http://www.nv.blm.gov>



In Reply Refer To:
3809 (NV923z)

MAR 30 2007

DECISION

Principal:	:		
Idaho General Mines, Inc.	:	BLM Bond Number:	NVB000567
10 North Post St., Suite 610	:	Bond Amount Accepted:	\$46,920
Spokane, WA 99201	:		

Bond Rider Accepted
Obligation Under Bond Increased
Conversion of Bond From Individual to Statewide

Effective November 3, 2005, the BLM Nevada State Office (NSO) accepted a personal bond with Idaho General Mines, Inc., as principal, in the amount of \$30,000. The bond was assigned BLM Bond Number NVB000567.

On November 15, 2006, the NSO received funds in the amount of \$2,794. These funds were for future amendments for notice-level operations N-80914, the Mount Hope Mine.

On February 22, 2007, the BLM Battle Mountain Field Office split the existing notice, N-80914, into two separate notices. Notice N-80914 has been renamed Mount Hope East, and the new notice N-83120, is named Mount Hope West. The reclamation cost estimate for N-80914, Mount Hope East, is \$23,722; and the reclamation cost estimate for N-83120, Mount Hope West, is \$23,198.

On March 22, 2007, the NSO received funds in the amount of \$14,126 along with a bond rider increasing the bond coverage to \$46,920. The rider also extends bond coverage to include any and all operations in the State of Nevada conducted by the principal under CFR 3809. The bond rider has been examined and found satisfactory; therefore, it is accepted effective March 22, 2007. Our records have been changed to show the bond provides Statewide coverage.

Current obligations under BLM Bond Number NVB000567 are shown in the table below.

Operations Number	Operations Name	Bond Amount Obligated
N-80914	Mount Hope East	\$ 23,722
	Mount Hope West	\$ 23,198
Total obligations under NVB000567		\$ 46,920

If you have any questions, please call Lacy Ternau at 775-861-6599; send facsimile to 775-861-6710; write to the attention of NV923z at the address on the letterhead; or send electronic mail to Lacy_Ternau@nv.blm.gov.

Elaine M. Lewis

Atanda Clark
FOR Chief, Branch of Minerals Adjudication

cc:
Idaho General Mines, Inc.
Attn: Pat Rogers
455 8th Street
Elko, NV 89801

NV060 (CCrotteau, SDrummond)
NV923 (CDragon)



IDAHO GENERAL MINES, INC.

455 8th Street
Elko, NV 89801
Phone: 775.753.4988
Fax: 775.753.7722
Email: info@idahogeneralmines.com
Website: www.idahogeneralmines.com

RECEIVED-MAILROOM

2007 MAY -2 AM 8:32

BATTLE MOUNTAIN
FIELD OFFICE

VIA HAND DELIVERY

May 2, 2007

Mr. Stephen Drummond
Bureau of Land Management
Battle Mountain Field Office
50 Bastian Road
Battle Mountain, Nevada 89820

RE: Amendment to Notice 083120

Dear Mr. Drummond:

Idaho General Mines, Inc. (IGMI) is requesting an amendment to the Mount Hope Notice (Bureau of Land Management (BLM) Case File NVN-083120) to include an additional 2.56 acres of disturbance. The previous notice included 1.999 acres of disturbance. The additional disturbance will include bore hole and oriented core drilling to identify geologic features that may affect pit stability and waste rock storage area placement. Five drill holes, two of which are on public lands, will be completed as fully grouted piezometers. These are being considered closed holes for purposes of the reclamation estimate as they consist of instrumentation installed in a fully grouted/closed hole. The information from this work will be used to assess potential impacts in the upcoming environmental impact statement.

IGMI proposes to use existing roads and drill pads to the extent possible for this work to minimize disturbance. Additional reclamation costs for this notice have been estimated using the BLM Notice Model. These costs are estimated to be \$31,995. The revised Notice and associated reclamation cost estimate are attached for your review and approval.

If you have any questions regarding this request, please contact me at 753-5009.

Sincerely,

Brian J. Musser
Environmental Manager
Idaho General Mines, Inc.

Attachment: Amendment to Notice 083120 (2 copies)

cc: Greg Ferdock, IGMI
Andy Russell, IGMI

RECEIVED-MAILROOM

1007 MAY 2 9 32
AMENDMENT TO NOTICE 083120

BUREAU OF LANDS
SALT LAKE CITY, UTAH
FIELD OFFICE



Report Prepared for
Idaho General Mines, Inc.

Report Prepared by



May 2007

Amendment to Notice 083120



Idaho General Mines, Inc.

**10 N Post Street, Suite 610
Spokane, Washington 99201**

**SRK Consulting (U.S.), Inc.
1250 Lamoille Highway, Suite 520,
Elko, Nevada, USA 89801**

**Tel: 775.753.4151 Fax: 775.753.4152
Web site: www.srk.com**

SRK Project Number 157508

May 2007

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Figure 1: Project Area for Notice – Level Drilling

Figure 2: Mount Hope Notice 083120 Amendment

Appendices

Appendix A – List of Claims

Appendix B – Mount Hope Project Notice Reclamation Cost Estimate

1. Claimant/Operator Information

1.1 Name and Address

Corporate: Idaho General Mines, Inc.
Address: N. 10 Post Street, Suite 610
Spokane WA 99201
Phone: 509.838.1213
Fax: 509.838.0457

Corporate Contact: Andy Russell
Phone: 509.838.1213
Fax: 509.838.0457

Local Contact: Pat Rogers
Director of Environmental
Address: 455 Eighth St.
Elko, NV 89801
Phone: 775.753.4988
Fax: 775.753.7722

The taxpayer ID number is:

The claim names and BLM serial numbers are included in Appendix A.

2 Notice Activities

2.1 Activity Description, Map, and Schedule of Activities

This Amendment to Notice NVN 083120 describes the proposed activities related to bore hole drilling and oriented core drill holes to identify geologic features that may affect pit stability and waste rock storage area placement. The geophysical information from these holes will be used to assess potential impacts in the upcoming environmental impact statement. In addition, five drill holes will also be used to establish piezometers for monitoring during the first one to two years of pit development. Table 1 shows the legal description for each drill hole site, as displayed on Figure 1. IGMI proposes to use existing roads and drill pads to the extent possible. In general, the data collection activities will include core and reverse circulation drilling. Table 2 presents the proposed disturbance.

Activities under this Notice will include 19 new drill holes, five on private land and 14 on public lands. The drilling activity will create 2.56 acres of new disturbance on public lands, including 0.88 acres of road construction and 1.68 acres of drill pad disturbance (Table 2). Access will be via State Route 278 and then by the main Mount Hope access road.

Existing roads will be used to the greatest extent possible. Only routine maintenance and minor repairs will be performed on the existing roads. Running surfaces of new access roads will be about 13 feet in width with disturbance exceeding that width on sloped surfaces. The disturbance estimate assumes that all new roads will disturb a corridor about 25 feet in width. Growth media will be pushed into a berm along the side of the road. Sediment will be controlled as needed.

Table 1: Drill Site Legal Descriptions

Drill Hole ID #	Township	Range	Section/1/4-section
IGM-183	T 22 N	R 51 E	12 SE4NE4
IGM-184	T 22 N	R 51 E	12 SE4NE4
IGM-185	T 22 N	R 51 E	12 SE4NE4
IGM-186	T 22 N	R 51 E	12 NE4NE4
IGM-187	T 22 N	R 51 E	12 NE4NE4
IGM-188	T 22 N	R 51 E	12 NE4NE4
IGM-189	T 22 N	R 51 E	12 NE4NE4
IGM-190	T 22 N	R 51 E	12 NE4NE4
IGM-191	T 22 N	R 51 E	12 NE4NE4
IGM-192	T 22 N	R 51 E	12 NE4NE4
IGM-193	T 22 N	R 51 E	12 SE4NE4
IGM-194	T 22 N	R 51 E	12 SW4NE4
IGM-195	T 22 N	R 51 E	12 SE4NE4
IGM-196	T 22 N	R 51 E	12 SE4NE4
IGM-197	T 22 N	R 51 E	12 SE4NE4
IGM-198	T 22 N	R 51 E	12 NE4NW4
IGM-199	T 22 N	R 51 E	12 NE4NW4
IGM-200	T 22 N	R 51 E	12 SW4NE4
IGM-201	T 22 N	R 51 E	12 NE4NE4

Three drill rigs will be utilized in this drilling program; therefore, only three drill holes will be open at any one time. Five drill holes will be used as piezometers, two on public land and three on private land. The piezometers will consist of one or more transducers placed in the bore hole at varying depths (based on ground water depths), each connected to signal cable that extends to the surface. The cable will be prepared for connection to a portable data logger. The piezometers will provide assessment of ground water levels and vertical head gradients in the pit area and data with which to calibrate the pore pressure models. The holes will be fully grouted. Therefore, the holes will be considered abandoned with respect to hole plugging.

The 14 drill pads on public land will be 50 x 120 feet, resulting in 0.1377 acres of disturbance per drill pad. Drill holes IGM-196 and IGM-197 will be drilled from a common pad. There will be sumps associated with the drill holes, but the sumps will be within the drill pad area.

Water for the drill rigs will be pumped from the existing Mount Hope water well or pond. There is also potential for obtaining water from other wells in the vicinity of the project.

The proposed project will begin in May 2007 and be completed by December 2008. Reclamation will be completed as soon as practicable following completion of the drilling. Cross-country travel routes will be reclaimed as soon as practical after the cessation of drilling activities in the area. Reseeding will occur in the late fall or early spring months.

Table 2: Proposed Disturbance

Drill Hole ID # ¹	New Pad Disturbance (feet) / (acres)	Road Disturbance (feet) / (acres)	Maximum Depth (feet)	Total Disturbance (acres)
IGM-183 P	-	-	1,235	-
IGM-184	-	-	1,270	-
IGM-185	-	-	1,330	-
IGM-186 P	-	-	1,340	-
IGM-187 P	-	-	1,380	-
IGM-188	(50x120) / 0.1377	✓ 0 / 0	1,450	0.1377
IGM-189	(50x120) / 0.1377	✓ 0 / 0	1,450	0.1377
IGM-190	(50x120) / 0.1377	50 / 0.03	1,430	0.1677
IGM-191	(50x120) / 0.1377	130 / 0.07	1,390	0.2077
IGM-192 P	(50x120) / 0.1377	325 / 0.19	1,490	0.3277
IGM-193	(50x120) / 0.1377	385 / 0.22	1,410	0.3577
IGM-194	(50x120) / 0.1377	150 / 0.09	1,460	0.2277
IGM-195	(50x120) / 0.1377	200 / 0.11	1,310	0.2477
IGM-196 P	(50x120) / 0.1377	0 / 0	1,240	0.1377
IGM-197	Same as IGM-196	0 / 0	1,700	0.0
IGM-198	(50x120) / 0.1377	0 / 0	1,700	0.1377
IGM-199	(50x120) / 0.0275	0 / 0	1,700	0.0275
IGM-200	(50x120) / 0.1377	140 / 0.08	1,700	0.2177
IGM-201	(50x120) / 0.1377	150 / 0.09	1,700	0.2277
Sumps	(5 each @ 40' x 10' x 5')	-	-	Within pad disturbance
Total	1.68	0.88	-	2.56

¹Bore holes that will be developed as piezometers are indicated by "P"

²Disturbance on private land is not included.

2.2 Measures to Prevent Unnecessary and Undue Degradation

2.2.1 Surface Disturbance

IGMI will minimize disturbance by utilizing existing roads and trails and cross-country travel routes where feasible.

2.2.2 Cultural Resources

IGMI will stop exploration activities in the vicinity should any previously undiscovered artifact be found, and the BLM authorized Officer will be notified. A 100-foot buffer will be maintained around sites eligible or potentially eligible for the National Register of Historic Places, or unevaluated sites, unless otherwise agreed to by BLM and IGMI. IGMI will take measures to ensure that its employees or others associated with the project do not collect artifacts or vandalize the sites or artifacts in them.

2.2.3 Surface and Ground Water

Drilling activities will not occur within 100 feet of seep, springs, or streams. Drill holes will be closed in accordance with NAC 534 to prevent impacts to groundwater. When used as monitoring wells, the monitoring wells will also be closed in accordance with NAC 534. Completed drill holes used for monitoring purposes will be secured with a locking cap to prevent tampering.

2.2.4 Solid Waste

All project-related refuse will be hauled from the site for disposal on a regular basis. No refuse will be disposed on-site. In the event hazardous or regulated material such as diesel fuel is spilled, the area will be cleaned and the Nevada Department of Environmental Protection (NDEP) will be notified as per NDEP regulations.

2.2.5 Air Quality

Project-related traffic will observe prudent speed limits to enhance public safety, protect wildlife and livestock, and minimize fugitive dust.

2.2.6 Fire Protection

All mobile equipment will be properly muffled and equipped with suitable fire suppression equipment, such as fire extinguishers and hand tools.

2.2.7 Noxious Weeds

Equipment used on the project will be washed to remove weed seeds prior to entering the project area. IGMI will also attempt to reduce the spread of noxious weeds on lands disturbed by the proposed project by avoiding travel, whenever possible, through areas infested by noxious weeds to prevent windblown and mechanical transport of seed sources caused by exploration activities.

3 Reclamation Plan

3.1 Proposed Activities for Reclamation

3.1.1 Re-contouring, Seedbed Preparation, and Seeding

IGMI will minimize disturbance by utilizing existing roads and trails and cross-country travel routes where feasible. Newly constructed roads and pads will be reclaimed by restoring the disturbance to approximate its original topography. Existing roads will remain in place. Any culverts installed during the project will be removed, and the sumps will be backfilled.

Scarifying compacted cross-country travel routes to the extent practical will be the primary means by which seedbeds will be prepared. Efforts will be taken to scarify only those portions of the road which are compacted and require seeding (e.g., tire tracks) while minimizing disturbance to the established vegetation. For constructed roads, sidecast growth media will be replaced and the surface will be scarified prior to seeding.

Disturbance and cross-country travel routes will be seeded during reclamation. Reclamation will generally be accomplished with native seeds only but may include some fast growing non-native

species. The native species will be representative of the indigenous species present in the adjacent habitat. The reclamation plant list proposed for the project area is "Mix 1" from the Nevada Reclamation Cost Estimation model. This mix may vary depending on seed availability.

Because of the small amount of disturbance, IGMI anticipates using a hand seeder or small tractor-mounted broadcast seeder. Seeding will occur in late fall or early spring to ensure a greater chance of revegetation success.

Silt fences will be used to contain sediment on reclaimed sites immediately adjacent to drainages as needed.

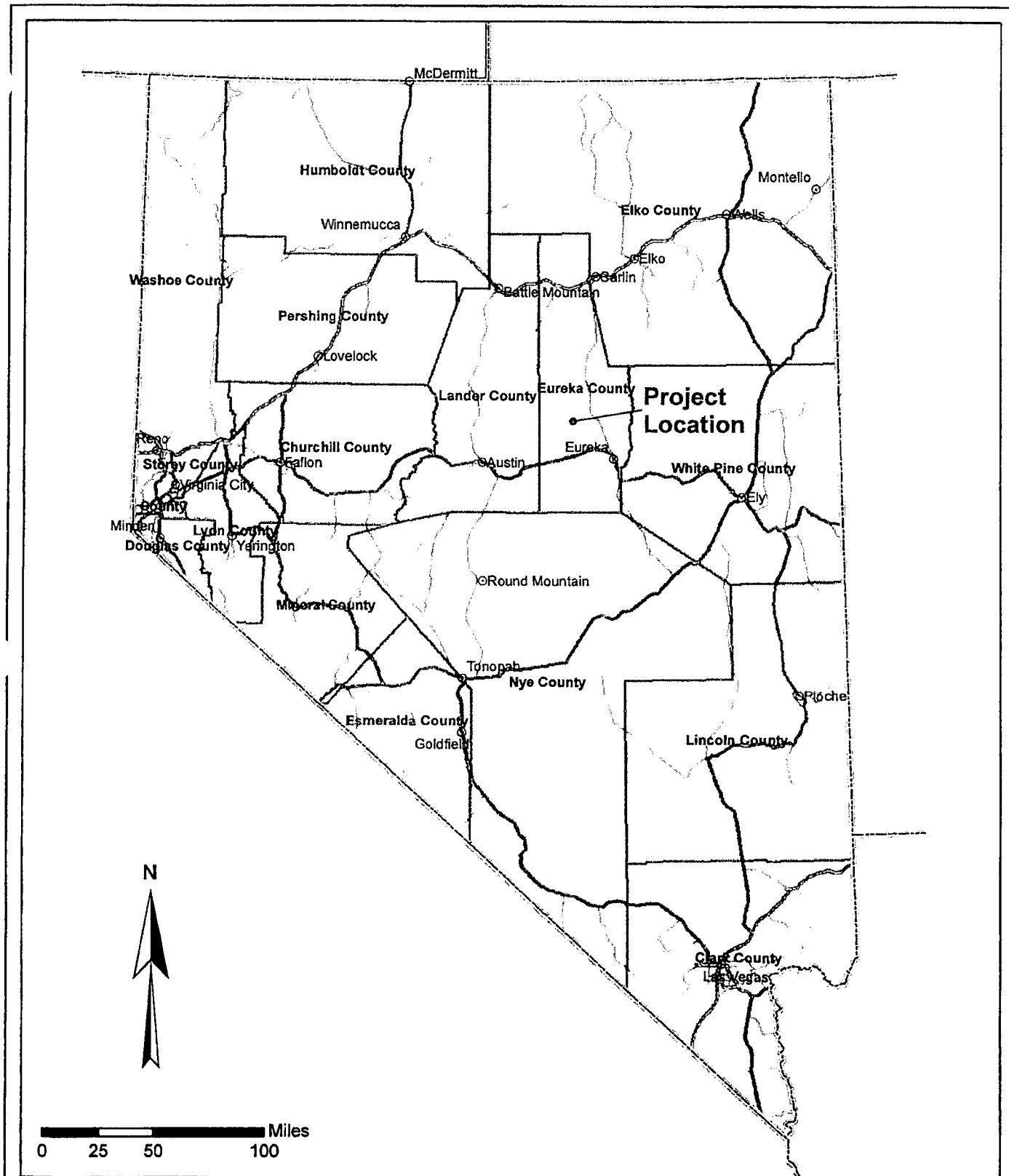
Open holes and water monitoring wells will be abandoned in accordance with applicable Nevada Division of Water Resources regulations (NAC 534).



4 Reclamation Costs

The proposed reclamation costs are based on Notice_Model_FY2007 provided by the Battle Mountain Field Office, BLM (BLM Notice Model). The costs are estimated at \$32,000. A copy of the reclamation cost estimate calculated by the BLM Notice Model is provided in Appendix B.

A narrative description of earthwork and revegetation reclamation activities can be found in Section 3 above. Structures will not be built in the Project Area. Maintenance, mobilization/demobilization, and agency administrative/management costs are accounted for in the Reclamation Bond Checklist, Appendix B.

Figures



EXPLANATION		DESIGNED	gmb	03/14/07	FIGURE 1 IDAHO GENERAL MINES MOUNT HOPE PROJECT AREA FOR NOTICE LEVEL DRILLING	 SRK Consulting Engineers and Scientists	
○	City	DRAWN	rg	03/14/07			
—	Freeway	CHECKED				SCALE:	AS SHOWN
—	Highway	APPROVED				JOB NO:	000000
—	Major Road	REVISED				MAP NAME:	Fig1_NV_Location_Map_RSS_20070314.mxd
		REVISED				REVISION	

Path: G:\Sites\Mount_Hope\Idaho_General_Mines\000000_000_Well_Field_Notices

APPENDIX A
LIST OF CLAIMS

Appendix A: Drill Hole Identification, location, associated claim, and UTM Coordinates.

Drill Hole ID	Township	Range	Section	Quarter	Quarter-Quarter	UTM Coordinates ¹	IGMI CLAIM	Claimant	SERIAL NO.
IGM -183	22N	51E	12	SE	NE		N/A		
IGM -184	21N	51E	12	SE	NE		N/A		
IGM -185	22N	51E	12	SE	NE		N/A		
IGM -186	22N	51E	12	NE	NE		N/A		
IGM -187	22N	51E	12	NE	NE		N/A		
IGM -188	22N	51E	12	NE	NE		HOPE#84	IGMI	97654
IGM -189	22N	51E	12	NE	NE		HOPE#82	IGMI	97652
IGM -190	22N	51E	12	NE	NE		HOPE#80	IGMI	976
IGM -191	22N	51E	12	NE	NE		HOPE#82	IGMI	97652
IGM -192	22N	51E	12	NE	NE		HOPE#80	IGMI	97650
IGM -193	22N	51E	12	SE	NE		HOPE#80	IGMI	97650
IGM -194	22N	51E	12	SW	NE		TIA 11	IGMI	97671
IGM -195	22N	51E	12	SE	NE		TIA 11	IGMI	97671
IGM -196	22N	51E	12	SE	NE		TIA 11	IGMI	97671
IGM -197	22N	51E	12	SE	NE		TIA 11	IGMI	97671
IGM -198	22N	51E	12	NE	NW		HOPE#74, TIA 9	IGMI	97644 / 97669

May 2007

SRK Consulting (U.S.), Inc.

*Mount Hope Mine Project
Amendment to Notice NVN 083120*

IGM -199	22N	51E	12	NE	NW		HOPE#78	IGMI	97648
IGM -200	22N	51E	12	SW	NE		HOPE#80	IGMI	97650
IGM-201	22N	51E	12	NE	NE		HOPE#73, TIA 9	IGMI	97643 / 97669

Coordinates are UTM NAD 83, Zone 11, Feet

May 2007

SRK Consulting (U.S.), Inc.

APPENDIX B
MOUNT HOPE PROJECT
NOTICE RECLAMATION COST ESTIMATE

BLM, Frank Bergwall

Bureau of Land Management Notice Level Reclamation Cost Estimation Worksheet									
Costs for this Notice Level Reclamation Cost Estimator are based on values and assumptions used in the Standardized Reclamation Cost Estimator (SRCE) Version 1.1.1. Cost Data are from October 1, 2006. This worksheet is simpler than the SRCE and does not allow the flexibility of entering project specific information in some situations. The model will generate approximately the same reclamation costs as the SRCE model if the same inputs and assumptions are applied. Below are the methods and assumptions used by this model to generate a Financial Guarantee Amount.									
1.	There are two side hill slope categories used for all calculations in this worksheet. All slopes under 30% (<30%) are assumed to have a slope of 20%. All slopes over 30% (>30%) are assumed to have a slope of 40%.								
2.	All Roads in this worksheet are assumed to have a 14 foot wide dimension across the flat "driveable" part of the road without any safety berms.								
3.	All Drill Sites in this worksheet are assumed to be 30 feet wide. For Drill Sites on slopes <30% they are 70 feet long. For Drill Sites on slopes >30% they are 83 feet long.								
4.	All Road and Drill Sites cut banks are assumed to have a 60 degree slope.								
5.	All Road and Drill Sites fill slopes are assumed to have an angle of repose of 1.4H:1V or about 70% slope equal to a 35 degree angle.								
6.	Roads are linear features and the units required for input to this worksheet are in linear feet.								
7.	Recontouring for reclamation of Roads, Drill Sites, and Sumps is done with a track excavator of a Cat 320C size with a 1.57 CY bucket and productivity of 139 CY per hour.								
8.	Equipment operator Margower cost is based on Davis-Bacon wage rates for Northern Nevada. Area pay= \$3.00 per hour, FICA = 7.65%, Unemployment = 3% and Workmen's Comp= 10.75%.								
9.	Laborer cost is based on Davis-Bacon wage rates for Northern Nevada with Area pay = \$2.00 per hour, FICA = 7.65%, Unemployment = 3% and Workmen's Comp= 10.75%.								
10.	Revegetation cost is based on the cost of use of a D4 class dozer which scarifies, seeds and drags the seed in on one pass.								
11.	Revegetation costs are based on a per acre basis.								
12.	Drill Sites recontouring cost is based on a standard pad width and length.								
13.	Drill Sites on slopes <30% and Cross Country Drill Sites are 30 feet wide by 70 feet long.								
14.	Drill Sites on slopes >30% are 30 feet wide by 83 feet long.								
15.	On Cross Country Drill Sites, the disturbed area is ripped by a Cat D6 size dozer.								
16.	On Drill Sites <30% slopes they are assumed to be outside the Drill Site.								
17.	On Drill Sites >30% slopes sumps are assumed to be within the 30 foot * 83 foot dimension of the Drill Site.								
18.	Trenches are assumed to be 300 feet long by 14 feet wide by 5 feet deep. They are recontoured with a Cat D6 sized dozer assuming a 208 CY/hour productivity.								
19.	Recontouring earthwork for Roads Drill Sites and Sumps has an assumed swell factor of 20%. Trenches swell factor is 30%.								
20.	Cross Country travel is assumed to have a disturbance of 6 feet wide by the linear feet of travel on slopes under 10%.								
21.	Revegetation costs for all Cross Country disturbance is based on a 12 foot wide seedling width on one pass.								
22.	Travel times are assumed to be 2.73 hours one way to the project.								
23.	Travel times are assumed to be 2.73 hours one way to the project.								
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Nevada BLM, January 17, 2007

IN THE SUPREME COURT OF THE STATE OF NEVADA

EUREKA COUNTY, A POLITICAL
SUBDIVISION OF THE STATE OF
NEVADA; KENNETH F. BENSON,
INDIVIDUALLY; DIAMOND CATTLE
COMPANY, LLC, A NEVADA LIMITED
LIABILITY COMPANY; AND MICHEL
AND MARGARET ANN ETCHEVERRY
FAMILY, LP, A NEVADA REGISTERED
FOREIGN LIMITED PARTNERSHIP,

Appellants,

vs.

THE STATE OF NEVADA STATE
ENGINEER; THE STATE OF NEVADA
DIVISION OF WATER RESOURCES;
AND KOBEH VALLEY RANCH, LLC, A
NEVADA LIMITED LIABILITY
COMPANY,

Respondents.

Case No. 61324

District Court Case Nos.
CV 1108-15; CV 1108-156;
CV 1108-157; CV 1112-164;
CV 1112-165; CV 1202-170

Electronically Filed
Dec 27 2012 10:07 a.m.
Tracie K. Lindeman
Clerk of Supreme Court

JOINT APPENDIX

Volume 18

KAREN A. PETERSON, NSB 366
kpeterson@allisonmackenzie.com
JENNIFER MAHE, NSB 9620
jmahe@allisonmackenzie.com
DAWN ELLERBROCK, NSB 7327
dellerbrock@allisonmackenzie.com
ALLISON, MacKENZIE, PAVLAKIS,
WRIGHT & FAGAN, LTD.

402 North Division Street
Carson City, NV 89703
(775) 687-0202

and

THEODORE BEUTEL, NSB 5222
tbeutel@eurekanv.org
Eureka County District Attorney
702 South Main Street
P.O. Box 190
Eureka, NV 89316
(775) 237-5315

Attorneys for Appellant,
EUREKA COUNTY

**CHRONOLOGICAL APPENDIX TO
APPEAL FROM JUDGMENT**

<u>DOCUMENT</u>	<u>DATE</u>	<u>VOL</u>	<u>JA NO.</u>
Petition for Judicial Review	08/08/2011	1	01-06
Notice of Verified Petition for Writ of Prohibition, Complaint and Petition for Judicial Review	08/10/2011	1	07- 08
Verified Petition for Writ of Prohibition, Complaint and Petition for Judicial Review	08/10/2011	1	09-59
Summons and Proof of Service, Kobeh Valley Ranch, LLC	08/11/2011	1	60-62
Summons and Proof of Service, Jason King	08/11/2011	1	63-65
Affidavit of Service by Certified Mail	08/11/2011	1	66-68
Notice of Petition for Judicial Review	08/11/2011	1	69-117
Summons and Proof of Service, Kobeh Valley Ranch, LLC	08/15/2011	1	118-120
Summons and Proof of Service, Jason King	08/15/2011	1	121-123
Summons and Proof of Service, The State of Nevada	08/17/2011	1	124-128
First Additional Summons and Proof of Service, State Engineer, Division of Water Resources	08/17/2011	1	129-133
Order Allowing Intervention of Kobeh Valley Ranch, LLC, to Intervene as a Respondent	09/14/2011	1	134-135

<u>DOCUMENT</u>	<u>DATE</u>	<u>VOL</u>	<u>JA NO.</u>
Partial Motion to Dismiss, Notice of Intent to Defend	09/14/2011	1	136-140
Order Allowing Intervention of Kobeh Valley Ranch, LLC, as a Party Respondent	09/26/2011	1	141-142
Answer to Verified Petition for Writ of Prohibition, Complaint and Petition for Judicial Review by Kobeh Valley Ranch, LLC	09/28/2011	1	143-149
Answer to Petition for Judicial Review by Kobeh Valley Ranch, LLC	09/29/2011	1	150-154
Answer to Petition for Judicial Review by Kobeh Valley Ranch, LLC	09/29/2011	1	155-160
Order Directing the Consolidation of Action CV1108-156 and Action No. CV1108-157 with Action CV1108-155	10/26/2011	1	161-162
Summary of Record on Appeal	10/27/2011	2-26	163-5026
Request for and Points and Authorities in Support of Issuance of Writ of Prohibition and in Opposition to Motion to Dismiss	11/10/2011	27	5027-5052
Order Setting Briefing Schedule	12/02/2011	27	5053-5055
Reply in Support of Partial Motion to Dismiss and Opposition to Request for Writ of Prohibition	12/15/2011	27	5056-5061

<u>DOCUMENT</u>	<u>DATE</u>	<u>VOL</u>	<u>JA NO.</u>
Kobeh Valley Ranch's Reply to Conley/Morrison's Request for and Points and Authorities in Support of Issuance of Writ of Prohibition and in Opposition to Motion to Dismiss	12/15/2011	27	5062-5083
Kobeh Valley Ranch's Joinder in the State of Nevada and Jason King's Partial Motion to Dismiss	12/15/2011	27	5084-5086
Petition for Judicial Review	12/29/2011	27	5087-5091
Petition for Judicial Review	12/30/2011	27	5092-5097
Summons and Proof of Service, The State of Nevada	01/11/2012	27	5098-5100
First Additional Summons and Proof of Service, State Engineer, Division of Water Resources	01/11/2012	27	5101-5103
First Amended Petition for Judicial Review	01/12/2012	27	5104-5111
Opening Brief of Conley Land & Livestock, LLC and Lloyd Morrison	01/13/2012	27	5112-5133
Petitioners Kenneth F. Benson, Diamond Cattle Company, LLC, and Michel and Margaret Ann Etcheverry Family LP's Opening Brief	01/13/2012	27	5134-5177
Eureka County's Opening Brief	01/13/2012	27	5178-5243
Eureka County's Summary of Record on Appeal - CV1112-0164	01/13/2012	28	5244-5420
Eureka County's Supplemental Summary of Record on Appeal - CV1108-155	01/13/2012	29-30	5421-5701

<u>DOCUMENT</u>	<u>DATE</u>	<u>VOL</u>	<u>JA NO.</u>
Order Granting Extension	01/26/2012	31	5702-5703
Answer to Petition for Judicial Review	01/30/2012	31	5704-5710
Answer to First Amended Petition for Judicial Review	01/30/2012	31	5711-5717
Supplemental Petition for Judicial Review	01/31/2012	31	5718-5720
Petition for Judicial Review	02/01/2012	31	5721-5727
Summary of Record on Appeal	02/03/2012	31	5728-5733
Record on Appeal, Vol. I, Bates Stamped Pages 1-216	02/03/2012	31	5734-5950
Record on Appeal, Vol. II, Bates Stamped Pages 217-421	02/03/2012	32	5951-6156
Record on Appeal, Vol. III, Bates Stamped Pages 422-661	02/03/2012	33	6157-6397
Answer to Petition to Judicial Review	02/23/2012	34	6398-6403
Answering Brief	02/24/2012	34	6404-6447
Respondent Kobeh Valley Ranch, LLC's Answering Brief	02/24/2012	34	6448-6518
Reply Brief of Conley Land & Livestock, LLC and Lloyd Morrison	03/28/2012	34	6519-6541
Petitioners Kenneth F. Benson, Diamond Cattle Company, LLC, and Michel and Margaret Ann Etcheverry Family LP's Reply Brief	03/28/2012	34	6542-6565
Eureka County's Reply Brief	03/28/2012	34	6566-6638

<u>DOCUMENT</u>	<u>DATE</u>	<u>VOL</u>	<u>JA NO.</u>
Transcript for Petition for Judicial Review	04/03/2012	35	6639-6779
Corrected Answering Brief	04/05/2012	35	6780-6822
Findings of Fact, Conclusions of Law, and Order Denying Petitions for Judicial Review	06/13/2012	36	6823-6881
Notice of Entry of Findings of Fact, Conclusions of Law, and Order Denying Petitions for Judicial Review	06/18/2012	36	6882-6944
Notice of Appeal	07/10/2012	36	6945-6949
Petitioners Benson, Diamond Cattle Co., and Etcheverry Family LP's Notice of Appeal	07/12/2012	36	6950-6951
Excerpts from Transcript of Proceedings	10/13/2008	36	6952-6964

**ALPHABETICAL APPENDIX TO
APPEAL FROM JUDGMENT**

<u>DOCUMENT</u>	<u>DATE</u>	<u>VOL</u>	<u>JA NO.</u>
Affidavit of Service by Certified Mail	08/11/2011	1	66-68
Answer to Verified Petition for Writ of Prohibition, Complaint and Petition for Judicial Review by Kobeh Valley Ranch, LLC	09/28/2011	1	143-149
Answer to Petition for Judicial Review by Kobeh Valley Ranch, LLC	09/29/2011	1	150-154
Answer to Petition for Judicial Review by Kobeh Valley Ranch, LLC	09/29/2011	1	155-160
Answer to Petition for Judicial Review	01/30/2012	31	5704-5710
Answer to First Amended Petition for Judicial Review	01/30/2012	31	5711-5717
Answer to Petition to Judicial Review	02/23/2012	34	6398-6403
Answering Brief	02/24/2012	34	6404-6447
Corrected Answering Brief	04/05/2012	35	6780-6822
Eureka County's Supplemental Summary of Record on Appeal - CV1108-155	01/13/2012	29-30	5421-5701
Eureka County's Summary of Record on Appeal - CV1112-0164	01/13/2012	28	5244-5420
Eureka County's Opening Brief	01/13/2012	27	5178-5243
Eureka County's Reply Brief	03/28/2012	34	6566-6638
Excerpts from Transcript of Proceedings	10/13/2008	36	6952-6964

<u>DOCUMENT</u>	<u>DATE</u>	<u>VOL</u>	<u>JA NO.</u>
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First Additional Summons and Proof of Service, State Engineer, Division of Water Resources	08/17/2011	1	129-133
First Additional Summons and Proof of Service, State Engineer, Division of Water Resources	01/11/2012	27	5101-5103
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Notice of Petition for Judicial Review	08/11/2011	1	69-117
Notice of Entry of Findings of Fact, Conclusions of Law, and Order Denying Petitions for Judicial Review	06/18/2012	36	6882-6944
Notice of Appeal	07/10/2012	36	6945-6949
Opening Brief of Conley Land & Livestock, LLC and Lloyd Morrison	01/13/2012	27	5112-5133

<u>DOCUMENT</u>	<u>DATE</u>	<u>VOL</u>	<u>JA NO.</u>
Order Allowing Intervention of Kobre Valley Ranch, LLC, to Intervene as a Respondent	09/14/2011	1	134-135
Order Allowing Intervention of Kobre Valley Ranch, LLC, as a Party Respondent	09/26/2011	1	141-142
Order Directing the Consolidation of Action CV1108-156 and Action No. CV1108-157 with Action CV1108-155	10/26/2011	1	161-162
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Petition for Judicial Review	08/08/2011	1	01-06
Petition for Judicial Review	12/29/2011	27	5087-5091
Petition for Judicial Review	12/30/2011	27	5092-5097
Petition for Judicial Review	02/01/2012	31	5721-5727
Petitioners Kenneth F. Benson, Diamond Cattle Company, LLC, and Michel and Margaret Ann Etcheverry Family LP's Opening Brief	01/13/2012	27	5134-5177
Petitioners Kenneth F. Benson, Diamond Cattle Company, LLC, and Michel and Margaret Ann Etcheverry Family LP's Reply Brief	03/28/2012	34	6542-6565
Petitioners Benson, Diamond Cattle Co., and Etcheverry Family LP's Notice of Appeal	07/12/2012	36	6950-6951

<u>DOCUMENT</u>	<u>DATE</u>	<u>VOL</u>	<u>JA NO.</u>
Record on Appeal, Vol. II, Bates Stamped Pages 217-421	02/03/2012	32	5951-6156
Record on Appeal, Vol. I, Bates Stamped Pages 1-216	02/03/2012	31	5734-5950
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Summons and Proof of Service, Jason King	08/15/2011	1	121-123
Summons and Proof of Service, Kobeh Valley Ranch, LLC	08/15/2011	1	118-120

<u>DOCUMENT</u>	<u>DATE</u>	<u>VOL</u>	<u>JA NO.</u>
Summons and Proof of Service, The State of Nevada	08/17/2011	1	124-128
Summons and Proof of Service, The State of Nevada	01/11/2012	27	5098-5100
Supplemental Petition for Judicial Review	01/31/2012	31	5718-5720
Transcript for Petition for Judicial Review	04/03/2012	35	6639-6779
Verified Petition for Writ of Prohibition, Complaint and Petition for Judicial Review	08/10/2011	1	09-59

CERTIFICATE OF APPENDIX (NRAP 30(g)(1))

In compliance with NRAP 30(g)(1) I hereby certify that this Appendix consists of true and correct copies of the papers in the District Court file.

DATED: December 21, 2012.

/s/ KAREN A. PETERSON

KAREN A. PETERSON, NSB #366
ALLISON, MacKENZIE, PAVLAKIS,
WRIGHT & FAGAN, LTD.

P.O. Box 646
Carson City, NV 89702

Attorneys for Appellant,
EUREKA COUNTY



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Mount Lewis Field Office
50 Bastian Road
Battle Mountain, Nevada 89820
<http://www.nv.blm.gov/battlemountain>
(775) 635-4000 or bmfoweb@nv.blm.gov



In Reply Refer To:
3809 (NV062)
NVN-081811
(08-1A)

JUN 11 2008

C. Strickland 06/11/2008
L. Mallory 6/11/08

CERTIFIED MAIL: 7006 0810 0001 5139 4753

Return Receipt Requested

DECISION

Brian J. Musser, Environmental Manager : 43 CFR 3809 – Surface Management
General Moly, Inc. : Notice Amendment & Notice Extension
2215 North 5th St. :
Elko, NV 89801 :

Determination of Required Financial Guarantee Amount

On April 15, 2008, General Moly, Inc. (GMI) submitted a Notice extension for the Mt. Hope Mine Project, Bureau of Land Management (BLM) case file number NVN-081811. The project is located in MDB&M., T. 20 N., R. 51 E., section 10; T. 21 N., R. 50 E., section 32; T. 21 N., R. 51 E., sections 2, 7, 16, 19, 21, 26, 31, & 36. On June 3, 2008, GMI submitted a Notice amendment for this project. Your Notice amendment proposes to increase surface disturbance by 2.24 acres consisting of seven new test water wells and associated observation wells to the existing disturbance. This will bring the total disturbance associated with this Notice to 4.80 acres. The Notice amendment has been assigned BLM case file number NVN-081811 (08-1A). The Notice extension and amendment documentation has been reviewed and satisfies the requirements of 43 CFR §3809.

Amount of Financial Guarantee – This office has reviewed your reclamation cost estimate and has determined that the amount of **\$244,038** is sufficient to meet all anticipated reclamation requirements associated with this Notice. This amount is based on the operator complying with all applicable operating and reclamation requirements.

All line items contained in the approved reclamation cost estimate are not to be considered as the limits of financial guarantee expenditures in that respective category or task should forfeiture of the financial guarantee be necessary. The line items listed are solely for the purpose of arriving at a total amount for the financial guarantee. This total amount may be spent however the BLM deems necessary to implement the approved reclamation plan and does not represent a reclamation cost limit or constraint.

BLM's review of your proposed operations, determination that your Notice amendment filing is complete, determination that your operations as proposed will not cause unnecessary or undue

degradation, and decision concerning the amount of the required financial guarantee does not relieve you, the operator, of your responsibility to be in compliance with all applicable Federal, State and local laws and regulations, and to obtain all applicable Federal, State and local authorizations and permits.

Required Financial Guarantee – Within sixty (60) days of receipt of this Decision, GMI must submit an acceptable financial guarantee in the amount of **\$244,038** to the Bureau of Land Management, Branch of Minerals Adjudication, P.O. Box 12000, Reno, NV 89520-0006.

Failure to provide an acceptable financial guarantee within the specified time frame will result in an enforcement action against GMI for failure to maintain an acceptable financial guarantee.

Term of Notice - Your Notice will remain in effect for 2 years from the date of this decision, unless you notify this office beforehand that operations have ceased and reclamation is complete. If you wish to conduct operations for another 2 years after the expiration date of your Notice, you must notify this office in writing on or before the expiration date as required by 43 CFR 3809.333.

Cultural Resources – The location of the proposed disturbance is known to contain an extreme concentration of cultural resources. General Moly should retain the services of a professional archaeologist in order to ensure that the proposed activity does not affect any cultural resources. Under the Archaeological Resources Protection Act (43 CFR 7.4, 7.14, 7.15, 7.16) and the Native American Graves Protection and Repatriation Act (43 CFR 10), General Moly is liable for any damages to historic properties, cultural resources, or Native American funerary items or remains, as a result of proposed activities. NAGPRA stipulates further that upon discovery of human remains or other items of cultural patrimony, that you stop all activities in the vicinity of the discovery and notify the BLM, by telephone, with written confirmation, immediately (43 CFR 10.4 (c), (d), (g)).

Guidelines for Operations Conducted Under a Notice - *The enclosed document provides additional stipulations concerning your notice.*

Appeal of the Decision Determining the Required Financial Guarantee Amount - *The enclosed two page document provides information on taking appeals to the Interior Board of Land Appeals.* If you do not agree and are adversely affected by this decision, in accordance with 43 CFR 3809.804, you may have the BLM State Director in Nevada review this decision. If you request a State Director review, the request must be received in the BLM Nevada State Office, P.O. Box 12000, Reno, Nevada 89520-0006, no later than 30 calendar days after you receive this decision. A copy of the request must also be sent to this office. The request must be in accordance with the provisions provided in 43 CFR 3809.805. If a State Director review is requested, this decision will remain in effect while the State Director review is pending, unless a stay is granted by the State Director.

If the Nevada State Director does not make a decision on whether to accept your request for review of this decision within 21 days of receipt of the request, you should consider the request

declined and you may appeal this decision to the Interior Board of Land Appeals (IBLA). You then have 30 days in which to file your notice of appeal with the IBLA (see procedures below).

If you wish to bypass the State Director review, this decision may be appealed directly to the Interior Board of Land Appeals, Office of the Secretary, in accordance with the regulations contained in 43 CFR, Part 4 and the enclosed Form 1842-1. If an appeal is taken, your notice of appeal must be filed in this office (Mount Lewis Field Office, 50 Bastian Road, Battle Mountain, Nevada 89820) within 30 days from receipt of this decision. The appellant has the burden of showing that the decision appealed from is in error.

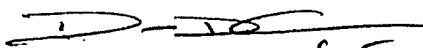
If you wish to file a petition pursuant to regulations 43 CFR 4.21 for a stay of the effectiveness of this decision during the time that your appeal is being reviewed by the Board, the petition for a stay must accompany your notice of appeal. A petition for a stay is required to show sufficient justification based on the standards listed below. Copies of this notice of appeal and petition for a stay must also be submitted to each party named in the decision and to the IBLA and to the appropriate Office of the Solicitor (see 43 CFR 4.413) at the same time the original documents are filed with this office. If you request a stay, you have the burden of proof to demonstrate that a stay should be granted.

Standards for Obtaining a Stay

Except as otherwise provided by law or other pertinent regulation, a petition for a stay of a decision pending appeal shall show sufficient justification based on the following standards:

1. The relative harm to the parties if the stay is granted or denied,
2. The likelihood of the appellant's success on the merits,
3. The likelihood of immediate and irreparable harm if the stay is not granted, and
4. Whether the public interest favors granting the stay.

Contact - If you have any questions pertaining to this decision, please contact Casey Strickland, Environmental Protection Specialist, at 775-635-4017, or at the above address.



Douglas W. Furtado
Field Manager
Mount Lewis Field Office

Enclosures

cc: BLM, Branch of Minerals Adjudication (NV-923)

\\blm\dfs\nv\bm\pub\nonrenewable\minerals\letters\LETTERS FINALIZED\MOUNT HOPE
NOTICES\GMI_81811_081AMnt HopeMine.doc



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Nevada State Office
P.O. Box 12000 (1340 Financial Blvd.)
Reno, Nevada 89520-0006
<http://www.nv.blm.gov>



In Reply Refer To:
3809 (NV923z)

JUN 25 2008

DECISION

Obligor:

Eureka Moly, LLC
1726 Cole Blvd., Suite 115
Lakewood, CO 80401

:
: BLM Bond Number:
: Bond Amount Accepted:
:

NVB000912
\$817,331

Bond Rider Accepted

Obligation Under Statewide Bond Adjusted

The BLM Nevada State Office (NSO) currently holds BLM bond number NVB000912 with Eureka Moly, LLC, as principal, in the amount of \$576,309. The bond provides coverage for surface reclamation activities on operations conducted by Eureka Moly, LLC on lands in Nevada under the regulations at 43 CFR 3809.

On June 17, 2008, the NSO received a bond rider from Eureka Moly, LLC, increasing BLM bond number NVB000912 to \$817,331. The rider has been examined, found satisfactory, and is accepted effective June 17, 2008.

On June 11, 2008, the BLM Mount Lewis Field Office increased the reclamation cost estimates on N-81811, the Mount Hope Project, and N-83246, the Central "A" Well Project, to \$244,038 and \$126,313, respectively. The BLM Mount Lewis Field Office also reduced the reclamation cost estimate on N-83245, the Central "B" Well Project, to \$200,568.

Effective the date of this Decision, notices are obligated to the bond as shown in the table below.

Operations Number	Operations Name	Bond Amount Obligated
N-80914	Mount Hope East	\$ 92,570
N-81485	Mount Hope	\$ 39,127
N-81811	Mount Hope	\$ 244,038
N-83120	Mount Hope West	\$ 114,685
N-83245	Central "B" Well	\$ 200,568
N-83246	Central "A" Well	\$ 126,313
Total Obligations Under NVB000912		\$ 817,301

Considering the bond amounts accepted and obligated, \$30 remains available under BLM bond number NVB000912 for new operations or amendments to existing operations.

If you have any questions, please call Lacy Trapp at 775-861-6599; send facsimile to 775-861-6710; write to the attention of NV923z at the address on the letterhead; or send electronic mail to Lacy_Trapp@nv.blm.gov.

ATANDA CLARK

Atanda Clark
Chief, Branch of Minerals Adjudication

cc:
General Moly Inc.
Attn: Brian Musser
455 8th Street
Elko, NV 89801

NV060 (CStrickland)
NV923 (CDragon)



Eureka Moly LLC.

2215 North 5th St.
Elko, NV 89801
Phone: 775.753.5009
Fax: 775.753.7722
Email: bmusser@generalmoly.com
Website: www.generalmoly.com

RECEIVED MAIL ROOM

2008 SEP -9 AM 11:24

8/14/2008

September 5, 2008

Mr. Stephen C. Drummond
Bureau of Land Management
Battle Mountain Field Office
50 Bastian Road
Battle Mountain, Nevada 89820

RE: Amendment #2 to Kobeh Valley Central-C Well Field Drilling Notice – NVN-081811
3809 (NV063)

Dear Steve:

General Moly, Inc. (Eureka Moly LLC.) submitted a notice to drill and test water wells in 2006 (Notice NVN-081811). Eureka Moly LLC (EMLLC) is submitting this Amendment #2 with the intent of updating the disturbance for the permitted wells and reducing the previous amendment request (submitted June 3, 2008) from seven well sites to two well sites.

Currently, three test wells and four observation wells have been drilled with an associated disturbance of 3.20 acres (Table 1).

Table 1: Actual Disturbance Kobeh Valley Central C Notice

Well ID #	Pad Dimensions (feet) / (acres)	Maximum Hole Diameter (inches)	Maximum Depth (feet)	Overland Travel (feet) / (acres)	Total Disturbance (acres)
2006 Submittal					
KV #1	(200x100)/0.46	12" first 50 feet then 8" to bottom of hole	1,500	-	0.46
Observation Well 1A (south of Test Well #1)	(100x100)/0.23	8" first 50 feet then 4" to bottom of hole	1,500	-	0.23
Observation Well 1B (east of Test Well #1)	(100x100)/0.23	8" first 50 feet then 4" to bottom of hole	1,500	(400 x 12)/0.11	0.34
KV#5	(200x100)/0.46	12" first 50 feet then 8" to bottom of hole	1,500	(2,200 x 12)/0.61	1.07
KV#11	(200x100)/0.46	12" first 50 feet then 8" to bottom of hole	1,500	-	0.46
Test Well Sumps	(3 each @ 60' x 10' x 5')	-	-	-	Within pad disturbance
Observation Well Sumps	(2 each @ 30' x 10' x 5')	-	-	-	Within pad disturbance
Total disturbance (acres)	1.84	-	7,500	0.72	2.56

Well ID #	Pad Dimensions (feet) / (acres)	Maximum Hole Diameter (inches)	Maximum Depth (feet)	Overland Travel (feet) / (acres)	Total Disturbance (acres)
2008 Amendment 1					
RWX08-222 Observation Well	(70x200) / 0.32	8 to 6 to	50 1000	-	0.32
RWX08-223 Observation Well	(70x200) / 0.32	8 to 6 to	50 1000	-	0.32
Test Well Sumps	(2 each @ 60' x 10' x 5')	-	-	-	Within pad disturbance
Observation Well Sumps	(2 each @ 30' x 10' x 5')	-	-	-	Within pad disturbance
Total disturbance (acres) Amendment 1	0.64	-	2,000	-	0.64
Total Existing Disturbance	2.48	-	9,500	0.72	3.20

Test wells RWX-08-221, RWX08-224, RWX08-225, RWC08-226 and RWX08-227 along with their associated drill pads, observation wells, and sumps have been removed from the project and will not be drilled nor constructed at this time. Table 2 reflects the remaining disturbance and reduction in acreage associated with this amendment request. Construction of the drill pads, Test and Observation Wells, and associated sumps are as described in the previous amendment. Test Well and Observation Well sumps will be included in the drill pad disturbance footprint. These wells will be accessed from existing roads and will involve only the disturbance associated with the drill pad. The Observation Wells will be drilled from the same pad as the Test Wells, but will be 8 inches in diameter for the first 50 feet and 6 inches for the remainder of the well to a depth of 1,000 feet. The Test Wells will be 12 inches in diameter to a depth of 1,000 feet.

Table 2: Proposed Amended Disturbance to Kobre Valley Central C Notice

Well ID #	Pad Dimensions (feet) / (acres)	Maximum Hole Diameter (inches)	Maximum Depth (feet)	Overland Travel (feet) / (acres)	Total Disturbance (acres)
RWX08-221 Observation Well	(70x200) / 0.32	8 to 6 to	50 1000	-	0.32
RWX08-221T Test Well	Same pad as test well	12 to	610	-	-
RWX08-222T Test Well	Same pad as observation well	12 to	1000	-	-
RWX08-223T Test Well	Same pad as observation well	12 to	1000	-	-
RWX08-224 Observation Well	(70x200) / 0.32	8 to 6 to	50 1000	-	0.32
RWX08-224T Test Well	Same pad as test well	12 to	610	-	-
RWX08-225 Observation Well	(70x200) / 0.32	8 to 6 to	50 1000	-	0.32
RWX08-225T Test Well	Same pad as test well	12 to	610	-	-
RWX08-226 Observation Well	(70x200) / 0.32	8 to 6 to	50 1000	-	0.32
RWX08-226T Test Well	Same pad as test well	12 to	610	-	-

Well ID #	Pad Dimensions (feet) / (acres)	Maximum Hole Diameter (inches)	Maximum Depth (feet)	Overland Travel (feet) / (acres)	Total Disturbance (acres)
RWX08-227 Observation Well	(70x200) / 0.32	8 to 6 to	50 1000	-	0.32
RWX08-227T Test Well	Same pad as test well	12 to	610	-	-
Test Well Sumps	(5 each @ 60' x 10' x 5')	-	-	-	Within pad disturbance
Observation Well Sumps	(5 each @ 30' x 10' x 5')	-	-	-	Within pad disturbance
Total Corrected	-1.6		-8,050		-1.6
Total Proposed New		-	2,000	-	
Total Existing Disturbance	2.48	-	9,500	0.72	3.2
Total from Previous Amendment 1	4.08		18,770	0.72	4.80
New Total for Amended Notice	2.48	-	11,500	0.72	3.20

As a result of the change in the number and location of drill holes, the surface disturbance associated with drill pads and access has been decreased to 3.20 acres.

The reduction in disturbance associated with this Notice has reduced the estimated reclamation costs from the previous \$241,200 determined in Amendment 1 to \$149,996 for the disturbance and reclamation associated with this Amendment 2. EMLLC will be contacting the BLM regarding bond amount in the near future. If you have any questions regarding this request, please contact me at the number above.

Very truly yours,



Brian J. Musser
Environmental Manager
Mount Hope Project

Attachment: Notes to SRCE-based Reclamation Cost Model with Calculators
Reclamation Cost Estimate for Notice for Kobeh Central C

cc: Pat Rogers, General Moly, Inc.
Casey Kelly, General Moly, Inc.
Carrie Dubray, Eureka Moly, LLC

Notes to SRCE-based Reclamation Cost Model with Calculators

The BLM has requested that the SRCE-based Reclamation Cost Model (Model) with Calculators be used for determining the estimated reclamation costs for Notices. This Model has several assumptions that cannot be changed by the user. As a result, the Model calculates the area of disturbance based on these assumptions and not on the actual disturbance footprints. Consequently, the Model calculated the disturbance for this Notice to be 0.97 acres, whereas the actual disturbance footprint is 3.20 acres of disturbance.

The following assumptions or inputs to the Model were used to calculate the reclamation cost:

1. One Test Well and one Observation Well would be drilled as a pair on the same drill pad at two sites.
2. Three Wells and two Observation Wells would be drilled on their own separate drill pads.
3. Maximum depths of the Test Wells are as shown in Table 2.
4. Drill pad areas are as shown in Table 1.
5. Maximum depths of the Observation Wells are as shown in Table 1.
6. All holes will be open at one time, for a total open-hole depth of 11,500 ft.

Using these assumptions, the Model calculates a reclamation cost estimate of \$143,666. However, the Model only estimates the disturbance to be 0.97 acres.

The Model was adjusted by adding additional drill pads to approximate the actual 3.20 acres of disturbance (i.e., adjusting for assumption number 4 above). By increasing the number of drill pads to 32.6, the Model calculated a disturbance of 3.20 acres. This increased the reclamation cost by \$6,330 to \$149,996. This adjusted figure is used as the final reclamation cost estimate for this amendment (Amendment 2).

SRCE-based Reclamation Cost Model With Calculators									
September 5, 2008									
Kobeh Valley Water Well Exploration Drilling Notice - Kobeh Central A- NVN-081811 Amendment (Actual No. Drill Pads)									
For Notice-Level Exploration									
Linear Feet of Road On a Side Slope <30% >30%	Linear Feet 0 0	Recontouring Cost <30% Recontouring Cost >30%	Labor Cost \$0 \$0	Mandpower \$0.11 \$0.28	Equipment \$0.13 \$0.36	Materials \$0.00 \$0.00	Cost/Linear Foot \$0.24 \$0.64	FY 2007 Model	
Drill Sites and Sumps Drill Sites < 30% slopes Drill Sites > 30% slopes Drill Sites Cross Country Sumps	Number 33 0 0 33	Recontouring Cost Recontouring Cost Ripping Cost Recontouring Cost	\$1,108 \$0 \$0 \$1,203	Mandpower \$34.00 \$109.00 \$7.00 \$36.90	Equipment \$42.80 \$137.00 \$3.50 \$48.40	Materials \$0.00 \$0.00 \$0.00 \$0.00	Cost each \$76.80 \$246.00 \$10.50 \$83.30	Road Reclamation \$0 \$0	Pads Sump Reclamation \$2,504 \$0 \$0 \$2,716
Trenches Cross Country Travel	Linear Feet 0 2,600	Recontouring Cost Ripping Cost	\$0 \$104	Mandpower \$0.93 \$0.04	Equipment \$1.71 \$0.02	Materials \$0.00 \$0.00	Cost/Linear Foot \$2.64 \$0.06	\$0 \$156	
Total Disturbance	Slope Acres 3.24	Revegetation Cost	\$245	Mandpower \$75.50	Equipment \$64.00	Materials \$275.00	Cost/Acre \$414.50	\$1,342	
150 miles Mobilization 150 miles Mobilization		Mobilization Cost-excavator Mobilization Cost-digger	\$417 \$278	Mandpower \$417.27 \$275.52	Equipment \$489.83 \$380.48		Mob+Demob \$907.10 \$656.00	\$907 \$656	
Drill Holes Open Feet of Open Holes - Wet Feet of Open Holes - Dry Feet of Casing to Pull	#Feet 11500 11500	Plugging Cost - Wet Plugging Cost - Dry Pulling Casing	\$13,455 \$0 \$19,090	Mandpower \$1.17 \$0.47 \$1.66	Equipment \$2.08 \$0.22 \$4.06	Materials \$0.53 \$0.05 \$0.00	Cost/Feet \$3.78 \$0.75 \$5.72	Drill Hole Plugging \$43,447 \$1 \$65,734	
150 miles Mobilization 150 miles Mobilization		Mobilization Cost - Wet Mobilization Cost - Dry	\$720 \$0	Mandpower \$719.84 \$364.91	Equipment \$1,279.72 \$196.49		Mob+Demob \$1,999.56 \$561.40	\$2,000 \$0	
Disturbance Type	Total Acres	Total Linear Feet	Slope Acres						
Roads	0.00	0	0.00						
Drill Sites	1.99		2.03						
Sumps	0.85		0.85						
Trenches	0.00	0	0.00						
Cross Country	0.36	2,600	0.36						
total Notice acres	3.20		3.24						
Insurance Bond*									
Contractor Profit									
Contract Administration									
Indirect Costs									
1.5% Labor Cost									
3% Total Reclamation Cost									
10% Total Reclamation Cost									
10% Total Reclamation Cost									
21% of Contract Administration Cost									
Total Labor									
\$36,618									
Total Reclamation Cost									
\$119,462									
Total Administration Cost									
\$30,534									
Financial Guarantee									
Amount									
\$149,996									
Cost per acre									
\$46,885									

green cells with blue font is for user input
yellow cells are unit costs

* Bond required only if total reclamation cost > \$100,000

Bureau of Land Management Notice Level Reclamation Cost Estimation Worksheet	
Costs for this Notice Level Reclamation Cost Estimator are based on values and assumptions used in the Standardized Reclamation Cost Estimator (SRCE) Version 1.1.1. Cost Data are from October 1, 2006. This worksheet is simpler than the SRCE and does not allow the flexibility of entering project specific information in some situations. The model will generate approximately the same reclamation costs as the SRCE model if the same inputs and assumptions are applied. Below are the methods and assumptions used by this model to generate a Financial Guarantee Amount.	
1. There are two side hill slope categories used for all calculations in this worksheet. All slopes under 30% (<30%) are assumed to have a slope of 20%. All slopes over 30% (>30%) are assumed to have a slope of 40%.	
2. All Roads in this worksheet are assumed to have a 14 foot wide dimension across the flat "driveable" part of the road without any safety berms.	
3. All Drill Sites in this worksheet are assumed to be 30 feet wide. For Drill Sites on slopes <30% they are 70 feet long. For Drill Sites on slopes >30% they are 83 feet long.	
4. All Road and Drill Sites cut banks are assumed to have a 60 degree slope.	
5. All Road and Drill Sites fill slopes are assumed to have an angle of repose of 1.4H:1V or about 70% slope equal to a 35 degree angle.	
6. Roads are linear features and the units required for input to this worksheet are in linear feet.	
7. Recontouring for reclamation of Roads, Drill Sites, and Sumps is done with a track excavator of a Cat 320C size with a 1.57 CY bucket and productivity of 139 CY per hour. Equipment operator Manpower cost is based on Davis-Bacon wage rates for Northern Nevada.	
8. Area pay= \$3.00 per hour, FICA = 7.65%, Unemployment = 3% and Workmen's Comp= 10.75%.	
9. Laborer cost is based on Davis-Bacon wage rates for Northern Nevada with Area pay = \$2.00 per hour, FICA = 7.65%, Unemployment = 3% and Workmen's Comp= 10.75%.	
10. Revegetation cost is based on the cost of use of a D4 class dozer which scarifies, seeds and drags the seed in on one pass.	
11. Revegetation costs are based on a per acre basis.	
12. Drill Sites recontouring cost is based on a standard pad width and length.	
Drill Sites on slopes <30% and Cross Country Drill Sites are 30 feet wide by 70 feet long.	
Drill Sites on slopes >30% are 30 feet wide by 83 feet long.	
On Cross Country Drill Sites, the disturbed area is ripped by a Cat D6 size dozer.	
On Drill Sites <30% slopes they are assumed to be outside the Drill Site.	
On Drill Sites >30% slopes sumps are assumed to lie within the 30 foot * 83 foot dimension of the Drill Site.	
14. Trenches are assumed to be 300 feet long by 14 feet wide by 5 feet deep. They are recontoured with a Cat D6 sized dozer assuming a 208 CY/hour productivity.	
15. Recontouring earthwork for Roads Drill Sites and Sumps has an assumed swell factor of 20%. Trenches swell factor is 30%.	
16. Cross Country travel is assumed to have a disturbance of 6 feet wide by the linear feet of travel on slopes under 10%.	
Revegetation costs for all Cross Country disturbance is based on a 12 foot wide seeding width on one pass.	
17. Mobilization and Demobilization are based on 150 miles one way to project and are based on 2006 Vega Construction and Trucking quotes. Travel times are assumed to be 2.73 hours one way to the project.	
18. Mobilization for a Cat 320C excavator will be charged for regrading of Roads, Drill Sites only.	
If any Trenches or Cross Country travel is included a D6 dozer will be mobilized also.	
19. All projects that propose drilling will require a minimum Drill Holes Open abandonment cost.	
If a drill hole will not penetrate the static water level it may be abandoned as an Open Hole - Dry.	
If a drill hole is drilled deeper than the static water level it is considered a wet hole and must be abandoned as an Open Hole - Wet.	
20. Mobilization for Drill Holes - Open for Open Hole - Wet will include one drill rig plus crew and support equipment.	
21. Mobilization for Drill Holes - Open for Open Hole - Dry will include one backhoe and operator, and one general laborer.	
22. Drill Hole Plugging Cost for Open Hole - Wet is based on average time to plug a 1000 ft. 6" Drill Hole (using productivity data from 8 drilling contractors December 2006).	

Nevada BLM, January 17, 2007

September 5, 2008

SRCE-based Reclamation Cost Model With Calculators

For Notice-Level Exploration

Koboh Valley Water Well Exploration Drilling Notice - Koboh Central A- NVN-081811 Amendment (Actual/No. Drill Pads)

FY 2007 Model

Linear Feet of Road On a Side Slope <30% >30%	Linear Feet 0 0	Recontouring Cost <30% Recontouring Cost >30%	Labor Cost \$0 \$0	Manpower \$0.11 \$0.28	Equipment \$0.13 \$0.36	Materials \$0.00 \$0.00	Cost/Linear Foot \$0.24 \$0.64	Road Reclamation \$0 \$0	
Drill Sites and Sumps Drill Sites < 30% slopes Drill Sites > 30% slopes Drill Sites Cross Country Sumps	Number 7 0 0 7	Recontouring Cost Recontouring Cost Ripping Cost Recontouring Cost	\$238 \$0 \$0 \$258	Manpower \$4.00 \$109.00 \$7.00 \$36.90	Equipment \$42.80 \$137.00 \$3.50 \$46.40	Materials \$0.00 \$0.00 \$0.00 \$0.00	Cost each \$76.80 \$246.00 \$10.50 \$83.30	Paid Sump Reclamation \$538 \$0 \$0 \$593	
Trenches Cross Country Travel	Linear Feet 0 2,600	Recontouring Cost Ripping Cost	\$0 \$104	Manpower \$0.83 \$0.04	Equipment \$1.71 \$0.02	Materials \$0.00 \$0.00	Cost/Linear Foot \$2.64 \$0.06		
Total Disturbance	Slope Acres 0.98	Revegetation Cost	\$74	Manpower \$75.50	Equipment \$64.00	Materials \$275.00	Cost/Acre \$414.50		\$405
150 miles Mobilization 150 miles Mobilization		Mobilization Cost-excavator Mobilization Cost-dozor	\$417 \$276	Manpower \$417.27 \$275.52	Equipment \$489.83 \$380.48	Materials \$0.00	Mob+Demob \$907.10 \$856.00		\$907 \$856
Drill Holes Open Feet of Open Holes - Wet Feet of Open Holes - Dry Feet of Casing to Pull	#Feet 11500 11500	Plugging Cost - Wet Plugging Cost - Dry Piling Casing	\$13,455 \$0 \$19,090	Manpower \$1.17 \$0.47 \$1.66	Equipment \$2.08 \$0.22 \$4.06	Materials \$0.53 \$0.05 \$0.00	Cost/Foot \$3.78 \$0.75 \$5.72	Drill Hole Plugging \$43,447 \$1 \$65,734	
150 miles Mobilization 150 miles Mobilization		Mobilization Cost - Wet Mobilization Cost - Dry	\$720 \$0	Manpower \$719.84 \$364.91	Equipment \$1,279.72 \$196.49	Materials \$0.00	Mob+Demob \$1,999.56 \$561.40		\$2,000 \$0
Disturbance Type	Total Acres	Total Linear Feet	Slope Acres					Total Reclamation Cost \$114,426	
Roads	0.00	0	0.00						
Drill Sites	0.43		0.44						
Sumps	0.18		0.18						
Trenches	0.00	0	0.00						
Cross Country	0.36	2,600	0.36						
Total Notice acres	0.97		0.98					Total Labor \$34,632	
		Insurance Bond*					1.5% Labor Cost	\$519	
		Contractor Profit					3% Total Reclamation Cost	\$3,433	
		Contract Administration					10% Total Reclamation Cost	\$11,443	
		Indirect Costs					10% Total Reclamation Cost	\$11,443	
							21% of Contract Administration Cost	\$2,403	
								Total Administration Cost \$29,240	
								Financial Guarantee Amount \$143,666	
								Cost per acre \$146,387	

* Bond required only if total reclamation cost > \$100,000

green cells with blue font is for user input
yellow cells are unit costs

Bureau of Land Management Notice Level Reclamation Cost Estimation Worksheet	
Costs for this Notice Level Reclamation Cost Estimator are based on values and assumptions used in the Standardized Reclamation Cost Estimator (SRCE) Version 1.1.1. Cost Data are from October 1, 2006. This worksheet is simpler than the SRCE and does not allow the flexibility of entering project specific information in some situations. The model will generate approximately the same reclamation costs as the SRCE model if the same inputs and assumptions are applied. Below are the methods and assumptions used by this model to generate a Financial Guarantee Amount.	
1. There are two side hill slope categories used for all calculations in this worksheet. All slopes under 30% (<30%) are assumed to have a slope of 20%. All slopes over 30% (>30%) are assumed to have a slope of 40%.	
2. All Roads in this worksheet are assumed to have a 14 foot wide dimension across the flat "driveable" part of the road without any safety berms.	
3. All Drill Sites in this worksheet are assumed to be 30 feet wide. For Drill Sites on slopes <30% they are 70 feet long. For Drill Sites on slopes >30% they are 83 feet long.	
4. All Road and Drill Sites cut banks are assumed to have a 60 degree slope.	
5. All Road and Drill Sites fill slopes are assumed to have an angle of repose of 1.4H:1V or about 70% slope equal to a 35 degree angle.	
6. Roads are linear features and the units required for input to this worksheet are in linear feet.	
7. Recontouring for reclamation of Roads, Drill Sites, and Sumps is done with a track excavator of a Cat 320C size with a 1.57 CY bucket and productivity of 139 CY per hour. Area pay= \$3.00 per hour. FICA = 7.65%, Unemployment = 3% and Workmen's Comp= 10.75%.	
8. Equipment operator Manpower cost is based on Davis-Bacon wage rates for Northern Nevada.	
9. Laborer cost is based on Davis-Bacon wage rates for Northern Nevada with Area pay = \$2.00 per hour, FICA = 7.65%, Unemployment = 3% and Workmen's Comp= 10.75%.	
10. Revegetation cost is based on the cost of use of a D4 class dozer which scarifies, seeds and drags the seed in on one pass.	
11. Revegetation costs are based on a per acre basis.	
12. Drill Sites recontouring cost is based on a standard pad width and length.	
13. Drill Sites on slopes <30% and Cross Country Drill Sites are 30 feet wide by 70 feet long.	
14. On Cross Country Drill Sites, the disturbed area is ripped by a Cat D6 size dozer.	
15. On Drill Sites <30% slopes they are assumed to be outside the Drill Site.	
16. On Drill Sites >30% slopes sumps are assumed to be within the 30 foot * 83 foot dimension of the Drill Site.	
17. Trenches are assumed to be 30 feet long by 14 feet wide by 5 feet deep. They are recontoured with a Cat D6 sized dozer assuming a 208 CY hour productivity.	
18. Recontouring earthwork for Roads Drill Sites and Sumps has an assumed swell factor of 20%. Trenches swell factor is 30%.	
19. Cross Country travel is assumed to have a disturbance of 6 feet wide by the linear feet of travel on slopes under 10%.	
20. Revegetation costs for all Cross Country disturbance is based on a 12 foot wide seeding width on one pass.	
21. Mobilization and Demobilization are based on 150 miles one way to project and are based on 2006 Vega Construction and Trucking quotes.	
22. Travel times are assumed to be 2.73 hours one way to the project.	
23. Mobilization for a Cat 320C excavator will be charged for regrading of Roads, Drill Sites only.	
24. If any Trenches or Cross Country travel is included a D6 dozer will be mobilized also.	
25. If a drill hole will not penetrate the static water level it may be abandoned as an Open Hole - Dry.	
26. If a drill hole is drilled deeper than the static water level it is considered a wet hole and must be abandoned as an Open Hole - Wet.	
27. Mobilization for Drill Holes - Open for Open Hole - Wet will include one drill rig plus crew and support equipment.	
28. Mobilization for Drill Holes - Open for Open Hole - Dry will include one backhoe and operator, and one general laborer.	
29. Drill Hole Plugging Cost for Open Hole - Wet is based on average time to plug a 1000 ft. 6" Drill Hole (using productivity data from 8 drilling contractors December 2006).	

Nevada BLM January 17, 2007

CONVERSATION RECORD

Bureau of Land Management
Battle Mountain District
Mount Lewis Field Office

Time: 1350	Date: 09/16/2008	Type: Phone		
Name/Title of Person(s) in Discussion: Brian Musser	Company: Eureka Moly Mine or Notice Name: Mt. Hope NVN Serial Number: 81485 & 81811	Telephone Number: 775-753-5009		
Subject: RCE's for both notices		Routing		
		Title:	Initials	Date
		Supervisory Mining Engineer	<i>[Signature]</i>	9/16/08
		Mount Lewis Field Manager		
Summary: These two notices utilized the wrong SRCE Notice model for calculations and NVN-81485 required some clarification. Brian has no problem with using the RCE's that I calculated using the correct model.				
Action Required: Print new RCE for 81811 for the file and wait for clarification on 81485.				
Name/Title of Person Documenting Conversation: Casey Strickland	Signature: <i>[Signature]</i>	Date: 9/16/08		

SRCE-based Reclamation Cost Model With Calculators										FY 2007 Model Version 3.1	
For Notice-Level Exploration											
PROJECT NAME, DATE											
September 17, 2008	Linear Feet of Road	Linear Feet	Recontouring Cost <30%	Recontouring Cost >30%	Labor Cost	Mandowar	Equipment	Materials	Cost/Linear Foot		
	On a Site Slope <30%				\$0	\$0.11		\$0.00	\$0.24		
	>30%				\$0	\$0.29	\$0.36	\$0.00	\$0.65		
	Drill Sites and Sumps	Number	Recontouring Cost						Cost each		
	Drill Sites < 30% slopes	37			\$1,273	\$34.40	\$43.20	\$0.00	\$77.60		
	Drill Sites > 30% slopes		Recontouring Cost		\$0	\$110.20	\$138.40	\$0.00	\$248.60		
	Drill Sites Cross Country		Ripping Cost		\$0	\$4.94	\$2.03	\$0.00	\$6.97		
	Sumps	37	Recontouring Cost		\$814	\$22.00	\$26.80	\$0.00	\$48.80		
									\$1,806		
	Trenches	Linear Feet	Recontouring Cost		\$0	\$0.95	\$1.73	\$0.00	\$2.67		
	Cross Country Travel	2,600	Ripping Cost		\$73	\$0.03	\$0.01	\$0.00	\$0.04		
									\$103		
	Total Disturbance	Slope Acres	Revegetation Cost		\$238				Cost/Acre		
		3.26				\$73.00	\$62.00	\$302.50	\$437.50		
	150 miles Mobilization		Mobilization Cost-excavator		\$356				Mob+Demob		
	150 miles Mobilization		Mobilization Cost-doez		\$563	\$356.17	\$416.11		\$774.28		
						\$563.21	\$777.77		\$1,340.98		
	Drill Holes Open	#/Feet							Cost/Feet		
	Feet of Open Holes - Wet	11500	Plugging Cost - Wet		\$4,863	\$0.42	\$1.49	\$0.58	\$2.50		
	Feet of Open Holes - Dry		Plugging Cost - Dry		\$0	\$0.48	\$0.23	\$0.04	\$0.75		
	Feet of Casing to Pull	11500	Pulling Casing		\$13,941	\$1.65	\$5.39	\$0.00	\$7.03		
									\$80,880		
	150 miles Mobilization		Mobilization Cost - Wet		\$1,412				Mob+Demob		
	150 miles Mobilization		Mobilization Cost - Dry		\$0	\$1,412.16	\$2,510.52		\$3,922.68		
	Disturbance Type	Total Acres	Total Linear Feet	Slope Acres		\$313.20	\$168.65		\$481.85		
	Roads	0.00	0	0.00					Total Reclamation Cost		
	Drill Sites	2.26		2.30					\$121,853		
	Sumps	0.60		0.60							
	Trenches	0.00	0	0.00					Total Labor		
	Cross Country	0.36	2,600	0.36					\$28,523		
	total Notice acres	3.22		3.26							
			Insurance Bond*					1.5% Labor Cost	\$428		
			Contractor Profit					3% Total Reclamation Cost	\$3,656		
			Contract Administration					10% Total Reclamation Cost	\$12,186		
			Indirect Costs					10% Total Reclamation Cost	\$12,186		
								21% of Contract Administration Cost	\$2,559		
	green cells with blue font is for user input								Total Administration Cost		
	yellow cells are unit costs								\$31,016		
	* Bond required only if total reclamation cost > \$100,000										
					Cost per acre			Financial Guarantee	Amount		
					\$47,519				\$152,979		

Nevada BLM, April 8, 2008



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Mount Lewis Field Office
50 Bastian Road
Battle Mountain, Nevada 89820
<http://www.nv.blm.gov/battlemountain>
(775) 635-4000 or bmfoweb@nv.blm.gov



SEP 23 2008

C. Seilly 9/22/08
Summond 9/22/08

In Reply Refer To:
3809 (NV062)
NVN-081811
(08-2A)

CERTIFIED MAIL NO. 7006 2150 0000 0369 5365

Return Receipt Requested

DECISION

Eureka Moly LLC	:	
Attn: Brian Musser, Environmental Manager	:	Surface Management
2215 North 5 th St.	:	
Elko, NV 89801	:	

Amended Notice Accepted

The Eureka Moly LLC (EML) Notice amendment for the Kobeh Valley Central-C Project was received in this office on September 9, 2008. The Notice has been assigned Bureau of Land Management (BLM) case file number NVN-081811(08-2A). Please refer to this number in any future communication concerning this project. The Project is located in MDB&M., T. 21 N., R. 50 E., sections 19, 26, 31, 32, & 35; T. 21 N, R. 51 E., sections 2, 7, 16, 35, & 36; and T. 20 N., R. 51 E., sections 10, 11, & 26.

Your Notice amendment proposes the withdrawal from approval of 5 of the 7 wells that were approved under Amendment 1 of this notice. This reduces the total disturbance from the 4.8 acres of surface disturbance and 18,770 feet of drill hole depth approved under Amendment 1 to 3.2 acres of surface disturbance and 11,500 feet of drill hole depth.

The BLM has reviewed the Notice amendment and determined it is complete, containing all the information required by the surface management regulations at 43 CFR 3809.301. The BLM has reviewed the proposed operation and determined it would not result in unnecessary or undue degradation as defined by 43 CFR 3809.5.

Cultural Resources – The Native American Graves Protection and Repatriation Act (NAGPRA) (43 CFR 10), protects items of cultural patrimony, Native American funerary items, Native American remains and sacred objects. The Archaeological Resources Protection Act (43 CFR 7.4, 7.14, 7.15, 7.16) provides for civil and/or criminal penalties for the disturbance of archaeological resources on federal lands and if such disturbance is the result of activities conducted by EML, they could be liable for such damages. If cultural resources, Native American remains, funerary items, sacred items, or objects of cultural patrimony are discovered, EML must cease operations in the vicinity of the discovery and

ensure adequate protection, then notify the BLM immediately, by telephone, with written confirmation to follow (43 CFR 10.4 (c), (d), (g); Nevada State Protocol Agreement VIII (b)). Notification should be made to Doug Furtado, Field Manager, Mt. Lewis Field Office, 50 Bastian Road, Battle Mountain, NV, 89820, (775-635-4000). No activity in the vicinity of the discovery should resume until EML has been issued a Notice to Proceed by the Authorized Officer.

Amount of Financial Guarantee – This office has reviewed your reclamation cost estimate and has determined that the amount of **\$152,879** is sufficient to meet all anticipated reclamation requirements. The amount of the reclamation cost estimate was based on the operator complying with all applicable operating and reclamation requirements.

Line items in the approved reclamation cost estimate are not to be considered as the limits of the reclamation expenditures should forfeiture of the financial guarantee be necessary. The line items listed are solely for the purpose of arriving at a total amount for the financial guarantee. This amount may be spent as the BLM deems necessary to implement the approved reclamation plan. Nor does the financial guarantee amount represent reclamation liability limits or constraints should the actual cost of reclamation exceed this amount.

Required Financial Guarantee - A financial guarantee in the amount of **\$152,879** must be submitted to and accepted by the Bureau of Land Management, Branch of Minerals Adjudication, P.O. Box 12000, Reno, NV 89520-0006. You must receive written notification from that office accepting and obligating your financial guarantee before you begin any surface disturbing operations.

The types of financial instruments that are acceptable to the BLM are found at 43 CFR 3809.555. Please contact the Branch of Minerals Adjudication at 775-861-6599 for further information on the adjudication of financial guarantees.

BLM's review of your proposed operations, determination that your Notice is complete, finding that the activity will not cause unnecessary or undue degradation, and decision concerning the amount of the required financial guarantee does not relieve you, the operator, of your responsibility to comply with all applicable Federal, State and local laws, regulations, and permit requirements. You are responsible for preventing any unnecessary or undue degradation and for reclaiming all lands disturbed by your operations.

This decision does not constitute certification of ownership to any entity named in the Notice amendment, recognition of the validity of any associated mining claims, or recognition of the economic feasibility of the proposed operations.

Term of Notice - Your Notice will remain in effect for two years from the date of the notice extension of April 17, 2008 unless you notify this office beforehand that operations have ceased and reclamation is complete. If you wish to conduct operations for another two years after the expiration date of your Notice, you must notify this office in writing on or before the expiration date as required by 43 CFR 3809.333. You will also have to submit an updated cost estimate at that time.

Appeal of the Decision Determining the Required Financial Guarantee Amount - If you do not agree and are adversely affected by this decision, you may request that the Nevada BLM State Director review this decision. If you request a State Director Review, the request must be received in the Nevada BLM State Office at, P.O. Box 12000, Reno, Nevada 89520-0006, no later than 30 calendar days after you receive or have been notified of this decision. The request for State Director Review must be filed in accordance with the provisions in 43 CFR 3809.805. This decision will remain in effect while the State Director Review is pending, unless the State Director grants a Stay. If you request a Stay, you have the burden of proof to demonstrate that a Stay should be granted.

If the State Director does not make a decision on your request for review of this decision within 21 days of receipt of the request, you should consider the request declined and you may appeal this decision to the Interior Board of Land Appeals (IBLA). You may contact the BLM State Office to determine when BLM received the request for State Director Review. You have 30 days from the end of the 21-day period in which to file your Notice of Appeal with this office at 50 Bastian Rd, Battle Mountain, NV 89820 which we will forward to IBLA.

If you wish to bypass a State Director Review, this decision may be appealed directly to the IBLA in accordance with the regulations at 43 CFR 3809.801(a)(1). Your Notice of Appeal must be filed in this office within 30 days from receipt of this decision. As the appellant, you have the burden of showing that the decision appealed from is in error. The Enclosed *BLM Form 1842-1* contains further information on taking appeals to the IBLA.

Contact -If you have any questions pertaining to this decision, please contact Casey Strickland, Environmental Protection Specialist, at 775-635-4017 or at the above address.

/s/ Douglas W. Furtado

Douglas W. Furtado
Field Manager
Mount Lewis Field Office

Enclosures

cc: BLM, Branch of Minerals Adjudication, (NV-923)

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81811
United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Nevada State Office
P.O. Box 12000 (1340 Financial Blvd.)
Reno, Nevada 89520-0006
<http://www.nv.blm.gov>



In Reply Refer To:
3809 (NV923z)

OCT 01 2008

DECISION

Obligor:	:		
Eureka Moly, LLC	:	BLM Bond Number:	NVB000912
1726 Cole Blvd., Suite 115	:	Bond Amount Accepted:	\$817,331
Lakewood, CO 80401	:		

Obligation Under Statewide Bond Adjusted

The BLM Nevada State Office (NSO) currently holds BLM bond number NVB000912 with Eureka Moly, LLC, as principal, in the amount of \$817,331. The bond provides coverage for surface reclamation activities on operations conducted by Eureka Moly, LLC on lands in Nevada under the regulations at 43 CFR 3809.

On September 23, 2008, the BLM Mount Lewis Field Office reduced the reclamation cost estimates on N-81811, the Kobeh Valley Central-C Project, and N-83246, the Kobeh Valley Central-A Project to \$152,879 and \$96,367, respectively.

The BLM Mount Lewis Field Office also increased the reclamation cost estimates on N-83245, the Kobeh Valley Central-B Project, and N-81485, the Tails #2 Project, to \$219,618 and \$90,066, respectively.

Effective the date of this Decision, notices are obligated to the bond as shown in the table below.

Operations Number	Operations Name	Bond Amount Obligated
N-80914	Mount Hope East	\$ 92,570
N-81485	Tails #2	\$ 90,066
N-81811	Kobeh Valley Central-C	\$ 152,879
N-83120	Mount Hope West	\$ 114,685
N-83245	Kobeh Valley Central-B	\$ 219,618
N-83246	Kobeh Valley Central-A	\$ 96,367
Total Obligations Under NVB000912		\$ 766,185

Considering the bond amounts accepted and obligated, \$51,146 remains available under BLM bond number NVB000912 for new operations or amendments to existing operations.

If you have any questions, please call Lacy Trapp at 775-861-6599, or send electronic mail to Lacy_Trapp@nv.blm.gov.

Elaine M. Lewis
FOR Atanda Clark
Chief, Branch of Minerals Adjudication

cc:
General Moly Inc.
Attn: Brian Musser
455 8th Street
Elko, NV 89801

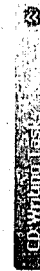
NV060 (CStrickland)
NV920 (SMurrellwright)

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Name	Size	Type	Date Modified	Location
01-14-08Ltr-Decision-Corporat...	70 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
02-14-08Ltr-Amendment2Noti...	641 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
02-21-08_EMAIL-reNVN-0831...	64 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
02-22-07Ltr-Decision-DetermR...	191 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
02-26-08Ltr-Decision-DetermR...	160 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
03-03-09Ltr-NVN-083120Notic...	63 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
03-12-08Ltr-NVB000567Notifi...	148 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
03-30-07Ltr-Decision-BondRid...	65 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
05-02-07Ltr-Amendment2Noti...	1,058 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
05-16-07Ltr-Decision-DetermR...	174 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
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06-08-07Ltr-Decision-BondRid...	61 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
06-27-07Ltr-IGMISurfacemgmt...	41 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
06-28-07Ltr-AmendmentWitho...	723 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
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07-10-07Ltr-Decision-DetermR...	184 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
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08-22-07Ltr-Amendment2Noti...	603 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
09-12-07Ltr-Decision-DetermR...	150 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
09-19-07Ltr-Decision-Obligatio...	46 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
12-19-06Ltr-MH-tapeDrillingPro...	4,753 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
CostEstimate.pdf	166 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...
SRCE-basedReclamationCost...	104 KB	Adobe Acrobat Docu...	10/20/2010 1:17 PM	Files Currently on th...

3 objects



Karen Peterson

4:52 PM



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Nevada State Office
P.O. Box 12000 (1340 Financial Center)
Reno, Nevada 89520-0006
<http://www.nv.blm.gov>



In Reply Refer To:
3809 (NV923z)

JAN 14 2008

DECISION

Obligor/Operator:	:	
General Moly, Inc.	:	BLM Bond Number: NVB000567
N. 10 Post St., Suite 610	:	Bond Amount Accepted: \$466,309
Spokane, WA 99201	:	

Corporate Merger Recognized

Effective November 3, 2005, the BLM Nevada State Office (NSO) accepted BLM bond number NVB000567 from Idaho General Mines, Inc., as principal. The bond, currently in the amount of \$466,309, provides coverage for surface reclamation activities on operations conducted by Idaho General Mines, Inc. pursuant to regulations at 43 CFR 3809 on lands in Nevada.

On January 8, 2008, the NSO received acceptable evidence, articles of merger, concerning the merger of Idaho General Mines, Inc. with and into General Moly, Inc. with General Moly, Inc. being the surviving entity. We recognize the merger effective October 5, 2007, as certified by the Secretary of State of the State of Delaware. Therefore, by operation of law, all related BLM records are now in the name of General Moly, Inc.

Bond obligations for BLM bond number NVB000567 are shown in the table below.

Operations Number	Operations Name	Bond Amount Obligated
N-80914	Mount Hope East	\$ 56,736
N-81811	Mount Hope	\$ 28,309
N-83245	Mount Hope West	\$ 102,671
N-83245	Central "B" Well	\$ 76,629
N-83246	Central "A" Well	\$ 52,343
Total Obligations Under NVB000567		\$ 318,688

Considering the amount of BLM Bond Number NVB000567 and the amount currently obligated for surface reclamation, \$147,621 remains available for future amendments or new operations.

If you have any questions, please call Lacy Trapp at 775-861-6599; send facsimile to 775-861-6710; write to the attention of NV923z at the address on the letterhead; or send electronic mail to Lacy_Trapp@nv.blm.gov.

ATANDA CLARK

Atanda Clark
Chief, Branch of Minerals Adjudication

cc:
Idaho General Mines, Inc.
Attn: Brian Musser
455 8th Street
Elko, NV 89801

NV060 (SDrummond, LMarine)
NV923 (CDragon)



GENERAL MOLY, Inc.

2215 North 5th St.
Elko, NV 89801
Phone: 775.753.5009
Fax: 775.753.7722
Email: bmusser@generalmoly.com
Website: www.generalmoly.com

February 14, 2008

Mr. Stephen C. Drummond
Bureau of Land Management
Battle Mountain Field Office
50 Bastian Road
Battle Mountain, Nevada 89820

RE: Amendment to Notice NVN-083210
3809 (NV063)

Dear Steve:

General Moly, Inc. (General Moly) submitted a notice amendment in August 2007 to add eight new piezometers within and adjacent to the proposed Mount Hope pit area to obtain data for the Environmental Impact Statement analysis. General Moly is proposing to add two new test wells in the pit area to determine as the viability of these locations for pit dewatering. Well GMI-PDW1 will be located at T 22 N, R 51 E, Section 12, NE $\frac{1}{4}$ SW $\frac{1}{4}$, and Well GMI-PDW2 will be located at T 22 N, R 51 E, Section 1, NE $\frac{1}{4}$ SW $\frac{1}{4}$ (Figure 1).

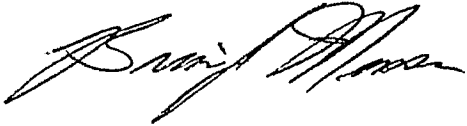
The boreholes will be 12.75 inches in diameter to accommodate 12-inch diameter steel casing set to a minimum of 50 feet below ground surface (bgs). Eight-inch diameter casing will be placed down the holes with gravel pack between the casing and the borehole walls. The top 50 feet of the holes will have a sanitary seal of neat cement. The wells will be screened at the appropriate depth (see Plate 1). The boreholes will be drilled to 1,000 feet. The wells will be installed at an existing drill pad with existing access.

Because the installation of these wells will not require any new surface disturbance, the reclamation cost estimate includes only the well abandonment costs and the administrative costs. Reclamation costs for the existing disturbance have been included in the previous notice reclamation cost estimate (i.e., costs for road, drill pad, etc. reclamation). General Moly used the Notice_ModelFY2007 cost estimator for calculating reclamation costs.

Mr. Stephen C. Drummond
February 14, 2008
Page 2 of 2

Reclamation costs are estimated at \$12,000. General Moly will be contacting the BLM regarding the bond amount in the near future. If you have any questions regarding this request, please contact me at 753-5009.

Very truly yours,



Brian J. Musser
Environmental Manager
Mount Hope Project

Attachment: Figure 1;
Plate 1; and
Reclamation Cost Estimate

cc: Pat Rogers, General Moly, Inc.
Casey Kelly, General Moly, Inc.
Andy Russell, General Moly, Inc.