

State of Arizona
State Mining Inspector
Surface Mine Reclamation Surety Bond

(BOND LANGUAGE EXAMPLE for AGGREGATE PITS)

Bond No. _____

AZ Mine Id# _____

KNOW ALL PEOPLE BY THESE PRESENTS, THAT THE UNDERSIGNED, _____

Gravel Company, As Principal, a corporation organized and existing under the laws of the State of Arizona, located in Town / City ,AZ with a mailing address of POB 531, Town ,AZ 86333-0531, as Principal and _____, _____

(Surety Name and Address) organized and existing under the law of the State of _____ and licensed to do business in the State of Arizona, As Surety, are held and firmly bound unto the State of Arizona, acting through the State Mining Inspector, in the sum certain of One Hundred and Fifty-Eight Thousand DOLLARS (\$ 158,000.00) for the payment of which sum, we bind our selves, and each of our legal representatives, executors, administrators, successors, and assigns, jointly and severally, firmly by these presents.

WHEREAS, the Principal has received from the State Mining Inspector approval for a reclamation plan for the _____

(mine site name), an ongoing, existing, surface mine operation on the Subject Property whose legal description is in a portion of the SuperStar _____ Mine as recorded in the _____ County Recorder, and with a legal survey Sec 16, TS 12, Range 1E as recorded in Book 7 Page 4 on _____
(date) at the County Recorder and further defined as _____ County Assessor Parcel ID's of 500-12-001, 500-12-002, 500-12-003, 500-12-004 -located in _____ County.

NOW, THEREFORE, The conditions of this obligation are such that if the Principal, in conducting such surface mining, faithfully performs the requirements of the approved reclamation plan and adheres to the State regulations as defined in "Mined Land Reclamation Act", per A.R.S. Title 27, Chapter 6, Article 5, and the Arizona Administrative Code relating to aggregate mining and the reclamation of surface mined land, and the Rules adopted there under, then this obligation shall be exonerated and discharged and become null and void; otherwise it is to remain in full force and effect. In accordance with A.R.S. Title 27, Chapter 6, Article 5, this bond secures completion of reclamation for the area of the surface mine and areas to be mined after the signature date of this bond and any previously disturbed areas on the Subject Property on which reclamation has not been satisfactorily completed and approved.

PROVIDED, However, the Surety shall not be liable under this bond for an amount greater in the aggregate than the sum designated in the first paragraph hereof and any reasonable legal fees that the Department may incur to recover the security. The bond shall remain in full force and effect as respects obligations related to surface mining performed on the Subject Property, reissued every (show the maturity date) _____ or such as (3) years. If the Principal files a substitute bond or other performance security according to A.R.S. Title 27, Chapter 6, Article 5 that is approved by the State Mining Inspector, then this Surety shall be released of all future liability.

Signed, sealed, and dated this _____ day of _____, _____

Surety

Principal

Gravel Company Inc.
Attn: James (*Last Name*) owner /operator
PO Box 531 or street
_____, AZ 86xxx zipcode