

ARIZONA
STATE LAND DEPARTMENT

RECLAMATION AND DAMAGE BOND

KNOW ALL MEN BY THESE PRESENTS:

BOND NO. _____

That we, _____
As Principal, and _____
a corporation organized under the laws of the State of _____, with its principal office in the
City of _____, and duly authorized to transact surety business in the State of Arizona,
as Surety; are held firmly bound unto the State of Arizona for the use and benefit (1) of the State of Arizona, and (2)
of any lessee, under a lease issued or to be issued by the State of Arizona, covering the use of the surface of State
Land hereinafter described, as Obligee, in the full penal sum of _____ Dollars, lawful money of the United States, for
the payment of which, well and truly to be made, we bind ourselves, our heirs, executors, administrators,
successors and assigns, jointly and severally, firmly by these presents.

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

WHEREAS, the above bounden Principal has obtained from the State of Arizona a permit, number _____,
for a term of _____ year(s), covering the State land described as follows:

_____ in _____ County, AZ And

WHEREAS, the Principal is required by law to file and maintain in force with the State Land Commissioner, a bond
effective this _____ day of _____, _____ and conditioned as hereinafter set forth.

NOW, THEREFORE, it is the condition and obligation of this bond that if the Principal in conducting any mining
exploration, development or operation fails to comply with the terms of the lease or permit, or otherwise by the end of
the lease or permit, fails to provide for the safety and protection of human life and livestock by the adequate workings,
insofar as it is reasonable, as determined by the Commissioner, or fails to reclaim the surface of the subject property to
a reasonable condition as determined by the Commissioner and in accordance with good mining practice then the
above bounden surety shall promptly pay to the State of Arizona and lessee of the surface of State land covered by
the aforesaid lease or permit or across which the Principal exercises the right of ingress or egress, for any loss to the
State of Arizona and lessee for damage or destruction caused by the Principal, his agents or employees, to land
surface, grasses, forage, crops and improvements upon such State lands resulting from Principal's use and occupancy
of the land under the lease or permit.

PROVIDED, regardless of the number of years this bond shall continue or be continued in force and of the number of
premiums that shall be payable or paid, the Surety shall not be liable hereunder for a larger total amount, in the
aggregate, than the penal sum of this bond.

PROVIDED FURTHER, the Surety named herein may cancel this bond and be relieved of any further liability
hereunder by giving thirty (30) days notice, in writing, of its desire to do so to the Commissioner of the Land
Department of the State of Arizona, Phoenix, Arizona.

SURETY

PRINCIPAL