MEMORANDUM

TO: Jennifer Bowers

FROM: Deanna Hill

DATE: November 10, 2008

RE: Willits Co., Inc. – Small Mine Permit Application – TFN 5 3/062

Following is my review of the above application.

Form 1 – Acceptable

Form 3 – Acceptable

<u>Appendix A</u> – Acceptable

<u>Appendix B</u> – Acceptable

<u>Appendix C</u> – Acceptable

Surface Owner Consent – Acceptable

Reclamation Performance Bond

1. Pending. The performance bond has not yet been received and is not a completeness issue.

Fees - Acceptable