

**Mailing Address**  
 STATE OF ALASKA  
 Dept. of Natural Resources  
 Division of Mining, Land & Water  
 550 W. 7<sup>th</sup> Ave., Suite 900B  
 Anchorage, AK 99501-3577  
 ATTN: Mineral Property Mgt  
 (907)269-7889

**Due Date:**  
 Calendar: May 1, 2017  
 Fiscal: \_\_/\_\_/\_\_

**Delivery Address**  
 Dept. of Natural Resources  
 Division of Mining Land & Water  
 550 W. 7<sup>th</sup> Ave., Suite 900B  
 Anchorage, Alaska 99501-3577  
 or  
 3700 Airport Way  
 Fairbanks, Alaska 99709

**STATE OF ALASKA**  
**DEPARTMENT OF NATURAL RESOURCES**  
**DIVISION OF MINING, LAND AND WATER**

**NOTICE:** If mining records indicate that you have conducted any mining-related activities that resulted in the recovery of locatable minerals, no matter how little, on state land, including Alaska Mental Health Trust land, in 2016, and you sold, exchanged, or otherwise disposed of those locatable minerals (see 11 AAC 86.769(a) and (b)) or took them out of state (see 15 AAC 65.110(d)), you must fill out the entire form, or your claims or leases will be at risk of being abandoned under law AS 38.05.265, regardless of whether your activities resulted in a profit. If you have more than one mining operation on state land, combine the net income values, including royalties in one form.

If your activities were not related to the production of locatable minerals, you may complete the "Miner, Filer, or Holder' Information" portions only of Section I below, indicate "None" in the other sections, sign the form, and check this box.

*UNSIGNED FORMS WILL BE CONSIDERED NULL AND VOID (See Section IV)*

**Section I**

**PRODUCTION ROYALTY ON LOCATABLE MINERALS**  
 Authority AS 38.05.212

**"MINER, FILER or HOLDER" INFORMATION**

Calendar Year: <b>2016</b>	Name (Individual or Firm):	Type of Business or Company (e.g. sole proprietorship, partnership, corporation, joint venture, etc)				
Mailing Address:	City	State	Zip Code	Telephone Number:	Mining License #(s):	APMA Number(s):
Contact Name & Address, if Different.						

Check this box if this is a change of address.

**LAND INFORMATION – LIST ONLY THOSE CLAIMS AND LEASES ON WHICH MINING TOOK PLACE.**  
 (Attach additional sheets if necessary)

ADL No.	Claim or Lease Name	% Royalty Attributed to Each

**NOTICE:** Was a mining license tax return filed with the Department of Revenue for 2016? YES  NO

## CALCULATION OF PRODUCTION ROYALTY

**INSTRUCTIONS:** If you mined or sold produced minerals in 2016, or were in the development stage for future mining, **you must** file a Mining License Tax return with the Department of Revenue by April 30, 2017. If you conducted mining related activities on state-owned land, you must also file a Production Royalty Return with the Division of Mining, Land and Water by May 1, 2017, (unless you file your Mining License Tax return on a fiscal year basis rather than the calendar year (See #2 below)). An extension for up to 120 days may be granted if a written request is received by April 21, 2017. Failure to timely pay production royalty will result in abandonment of the claims listed on your APMA, Affidavits of Annual Labor, or other mining documents.

**Notice – If you filed an APMA and had a mining permit or plan of operations for mining claims or leases on state land, or other mining records indicate that you mined in 2016, you must fill out the information below, otherwise your claims or leases are at risk of being abandoned under law AS 38.05.265.**

### **SECTION I Continued**

*(For Section I, you must choose between Items 1, 2 or 3)*

<p>1. If you file your Mining License Tax return on a <b>calendar</b> year basis, and your income from mining operations is attributable only to minerals that you produced from state land or Mental Health Trust Land <u>check here</u>. <i>(If you check the box for Item 1, skip Items 2, 3 and 4 (a-d) and proceed to Item 5.)</i></p>	<input type="checkbox"/>
<p>2. If your mining income is attributable to minerals that you produced only on state land, including Mental Health Trust Land, and if you <b>do not</b> file your Mining License Tax return on a calendar year basis, <b>check here</b> then <b>complete the Production Royalty return for the same fiscal year that the Mining License Tax return was filed. The Production Royalty return and payment are due on the first day of the fifth month following the end of the fiscal year for which the Mining License Tax return was filed.</b> <i>(If you check the box for Item 2, skip Items 3 and 4 (a-d) and proceed to Item 5.)</i></p>	<input type="checkbox"/>
<p>3. If your mining income is attributable to minerals produced on <b>both</b> state land, including Mental Health Trust Land and non-state land, and you have segregated income, expenses, and deductions in accordance with 11 AAC 86.766, <u>check here</u> then complete the Mining License tax Form 04-662 or Form 04-662SF for the preceding <b>calendar year or other fiscal year</b>, reporting only income, expenses, and deductions attributable to state land, including Mental Health Trust Land. <i>(If you check the box for Item 3, you must check an option in Item 4 (a-d) then proceed to Item 5.)</i></p>	<input type="checkbox"/>
<p>If you checked the box in paragraph 3, a copy of Mining License Tax Form 04-662 or Form 04-662SF must be submitted with this Production Royalty return. This submission does <b>not</b> relieve you of your obligation to file a completed Mining License Tax return with the Department of Revenue when due.</p>	
<p>4. If you checked the box in paragraph 3, indicate which method you used to segregate income, expenses, and deductions and check the appropriate box to the right:</p>	
<p style="padding-left: 20px;">a. separate or traced accounting of minerals, income, deductions, and expenses (11 AAC 86.766(b))</p>	<input type="checkbox"/>
<p style="padding-left: 20px;">b. actual income with proportionate deductions and expenses (11 AAC 86.766(c))</p>	<input type="checkbox"/>
<p style="padding-left: 20px;">c. apportionment of gross income, deductions, and expenses based on volume or tonnage (11 AAC 86.766(d))</p>	<input type="checkbox"/>
<p style="padding-left: 20px;">d. other method approved by Division of Mining, Land and Water</p>	<input type="checkbox"/>
<p>5. Enter the Net Income from Mining Operation, from Mining License Tax Form 04-662, Schedule A line 6, or line 14 from Form 04-662SF. If you have income from more than one mining operation, combine the net income values, including royalties.</p>	\$ _____
<p>6. Multiply line 5 by 3% (.03)</p>	\$ _____
<p>7. Enter rental credit for only those mining claims and leases listed in section 1(11 AAC 86.760(3)) <i>(These are claims and leases in production during the tax year.)</i></p>	\$ _____
<p>8. Enter Exploration Incentive Credit. (This credit cannot exceed 50% of the value on line 6 (AS 27.30.030(a)(2)). Attach a copy of credit authorization.)</p>	\$ _____
<p>9. Subtract lines 7 and 8 from line 6. If less than \$0, enter \$0 and <u>enter on line 1 Section IV.</u></p>	\$ _____

## SECTION II

### Gold Production Reporting Requirements Authority 11 AAC 86.775

The Department of Natural Resources, Mining Section, is initiating a program to better record gold production in Alaska. The table should be filled out completely. (There will be some spaces which are clearly inapplicable to your mining operation. Fill in those spaces with N/A.) *If you neither produced nor sold any gold in 2016 check the box at the bottom of the table.*

Commodity	Weight, oz/lbs	Payment Received	Year Produced
Gold Mined and Sold in 2016			N/A
Gold Sold in 2016, but produced in earlier years			
Gold mined in 2016, but not sold		N/A	N/A
Check here if no gold was either produced or sold in 2016.			<input type="checkbox"/>

I hereby attest that the foregoing information is complete and accurate.

Print Name: \_\_\_\_\_ Date: \_\_\_\_\_

Signature: \_\_\_\_\_

**11 AAC 86.775 Books and Records.** (In part) The holder must keep its books and records pertaining to mining income, expenses, and deductions for no less than six years after the calendar year to which they relate. Books and records for both mining on state land and mining in Alaska on non-state land must be kept as required by this section.

**AS 27.05.050. Survey of Resources and Mining Operations and Dissemination of Information.**

The department shall conduct a continuing survey of the mineral resources and mining operations of the state and shall disseminate information regarding them to assist prospectors and miners, safeguard the lives and health of miners, protect investors in the mining industry, and foster and promote the best interests of the mining, mineral, and related industries of the state.

## **SECTION III**

### **PRODUCTION ROYALTY ON ROYALTIES RECEIVED FROM MINES AND MINING Authority AS 38.05.212**

*NOTE: Use this section to report gross income from royalties received from mining on state land.*

**INCOME FROM ROYALTIES.** Enter the name, address, claim name(s) or ADL # of mined claim(s) and leases, and royalties received of each individual or firm from whom royalties were received. List all royalties shown on Schedule F of the Mining License Tax form 04-662 or Schedule C of the Mining License Tax Short form 04-662SF that were received for mining on state land.

	<b>Name</b>	<b>Address</b>	<b>ADL#s &amp; Claims</b>	<b>Royalties Received</b>
1.				
2.				
3.				
4.				
5.	If more space is needed for additional names and addresses, attach a separate schedule and enter the total from that schedule here.			
6.	Total income from royalties (add lines 1 through 5).			\$ _____

## **Section IV**

### **Total Production Royalty Due**

1. Enter the total royalty due from Section I, Line 9.	\$ _____
--	----------

**The amount on line 1 is the total production royalty due.** Attach or enclose a check for this amount payable to the Alaska Department of Natural Resources. Mail or hand deliver completed forms to one of the addresses on page 1.

## **SIGNATURE**

I declare under penalty of perjury that this return has been completed or examined by me, and to the best of my knowledge and belief, it is a true, correct, and a complete return.

Signature of Royalty Payer or Agent	Title	Date

AS 38.05.035(a) authorizes the director to decide what information is needed to process an application for the sale or use of state land and resources. This information is made a part of the state public land records and becomes public information under AS 40.25.110 and 40.25.120 (unless the information qualifies for confidentiality under AS 38.05.035(a)(8) and confidentiality is requested, AS 43.05.230, and AS 45.48). Public information is open to inspection by you or any member of the public. A person who is the subject of the information may challenge its accuracy or completeness under AS 44.99.310, by giving a written description of the challenged information, the changes needed to correct it, and a name and address where the person can be reached. False statements made in an application for a benefit are punishable under AS 11.56.210. In submitting this form, the applicant agrees with the Department to use "electronic" means to conduct "transactions" (as those terms are used in the Uniform Electronic Transactions Act, AS 09.80.010 – AS 09.80.195) that relate to this form and that the Department need not retain the original paper form of this record: the department may retain this record as an electronic record and destroy the original.