

# STATE OF ALASKA/

SARAH PALIN, GOVERNOR

DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF MINING, LAND AND WATER

550 West 7<sup>th</sup> Ave., Suite 900D  
Anchorage, AK 99501-3577  
Telephone: (907) 269-8634

January 10, 2007

TO: Chickaloon Area Mailing List

RE: Coal Exploration Permit

Full Metal Minerals, USA Inc. 409 Gransville St, Suite 1500, Vancouver B.C V6C 1T2, Canada, through their representatives Alaska Earth Sciences Inc.(AES), 1075 Check St, Suite 210, Wasilla Ak 99654 has filed for the Chickaloon Coal exploration permit. This permit would be issued for a period of two years.

The exploration activity is located in the Matanuska Valley near the community of Chickaloon. The proposed exploration activities will occur within Coal Lease MTH 9200375, located at Township 20 North, Range 5 East (Seward Meridian), all of Sections 13, 14, 15, 17, 20, 24, and 29 and parts of Sections 8, 18, 19, 21, 22, 23, 24, 27, 28, 30, 31, 32, 33, 34, and 35; Township 20 North, Range 6 East (Seward Meridian), all of section 8, 9, 10, 11, 12, and 17 and parts of Sections 4, 5, 7, 18, 19, 30, 31, 32, and 33; Township 19 North, Range 5 East (Seward Meridian), all of Sections 1 and 12; Township 19 North, Range 5 East (Seward Meridian), all of section 4 and 5 and part of section 6 (see attached map).

Authorized exploration activities will consist of drilling up to 100 drill holes and the excavation of several shallow test pits. Several drill hole may be left as monitoring well location. All sites will be reclaimed and all drill holes unless converted to a monitoring well will be sealed immediately upon completion of work at the site.

Pursuant to 11 AAC 90.167(b) the Division has determined that the reclamation bond in the amount of \$18,438.42 is sufficient to cover the associated reclamation costs. Detailed bond calculations are in the permit application.

The application complies with the requirements of the Alaska Surface Coal Mining Control and Reclamation Act (AS 27.21 and 11 AAC 90).

The Department of Natural Resources will hold an Informal Conference at the Chickaloon Community Center (located at mile 76 of the Glenn Highway) on February 7, 2007. The informal conference will begin at 6pm

6:00 – 7:00 p.m.	Informal Open House
7:00 – 7:30 p.m.	Introductions and Project Presentation
7:30 – 8:00 p.m.	Question and Answer
8:00 – 9:00 p.m.	Formal Public Testimony

Copies of the application and preliminary decision are available for review at the Alaska Department of Natural Resources, Division of Mining, Land and Water, 550 W. 7<sup>th</sup> Ave., Suite 900D, Anchorage, AK 99501-3577 or on our website at ([www.dnr.state.ak.us/mlw/mining/index.htm](http://www.dnr.state.ak.us/mlw/mining/index.htm)). Comments regarding this permit should be sent to Russell Kirkham at the address listed above, by phone at (907) 269-8634, or by e-mail at [russell\\_kirkham@dnr.state.ak.us](mailto:russell_kirkham@dnr.state.ak.us). The deadline for comments is 4:30 PM, February 12, 2007.

Sincerely,

Russell Kirkham,  
Geologist, Coal Regulatory Program

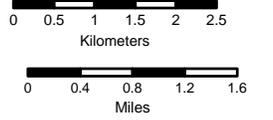
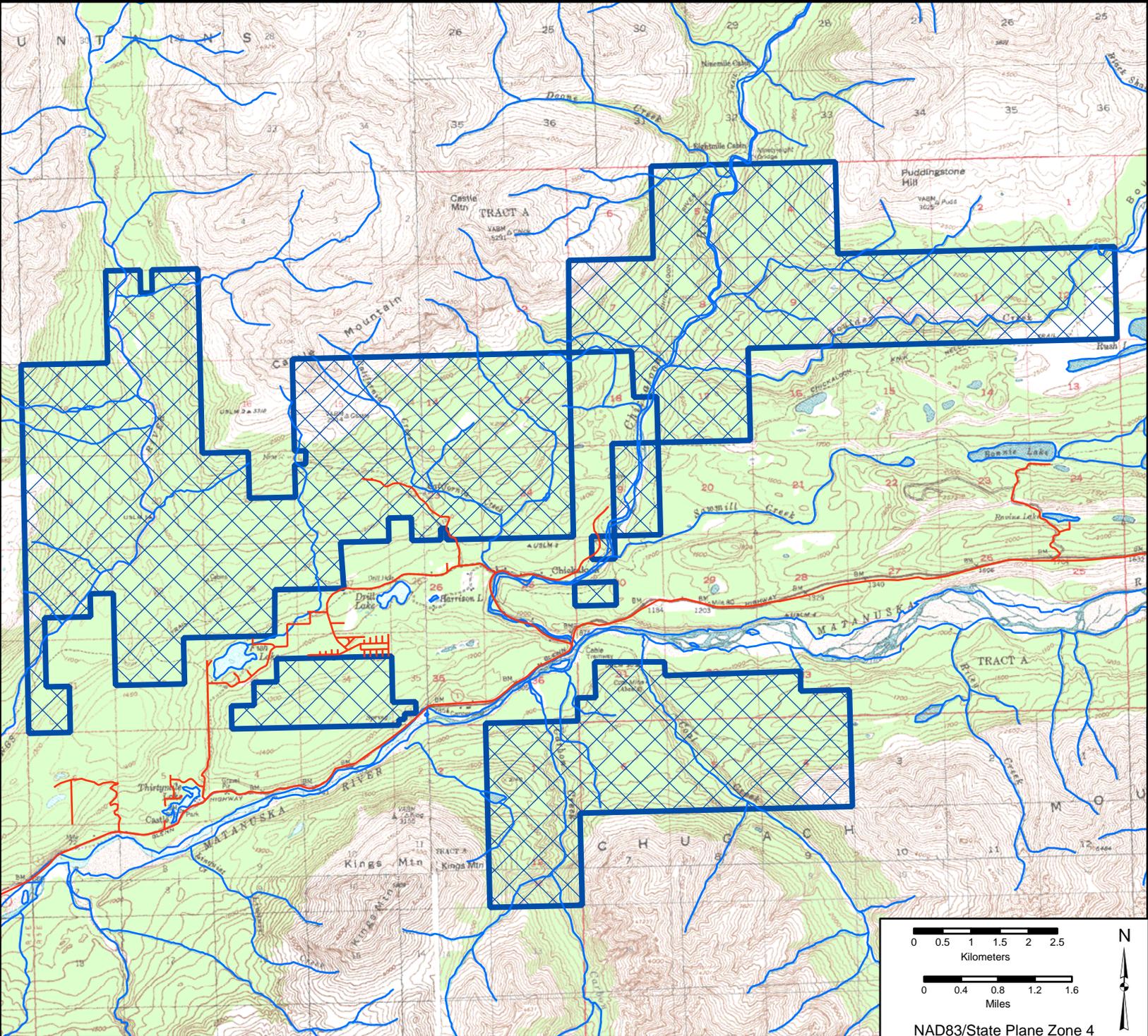
# Proposed Chickaloon Coal Exploration Area

-  Roads
-  Streams and Rivers
-  Mental Health Trust Land Leased to Full Metal Minerals



Coal Regulatory Program  
 AK Dept of Natural Resources  
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Author: Kirkham  
 Modified August 4, 2006



NAD83/State Plane Zone 4