



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

MINING RECLAMATION BOND (PERSONAL BOND)

The Miner, Fairbanks Gold Mining Incorporated, a corporation existing under the laws of the State of Delaware, whose address is #1 Fort Knox Road, P.O. Box 73726, Fairbanks, Alaska 99707-3726, as Obligor, is firmly bound unto the State of Alaska Department of Natural Resources and the State of Alaska Department of Environmental Conservation ("the State") in the sum of Thirty Seven Million, Six Hundred Fourteen Thousand, Eight Hundred Seventy Eight and 84/100 U.S. Dollars (\$37,614,878.84), lawful money of the United States, for the payment of which the Obligor hereby binds itself, its successors, and assigns.

Contemporaneously with the execution and delivery of this Personal Bond, the Obligor delivers to the State as collateral to secure the obligation described herein a Letter of Credit numbered S18572/260177 pursuant to 11 AAC § 97.410 and 18 AAC § 60.265.
(LOC, CD, Cash or Gold in Escrow)

Whereas, the Obligor has submitted reclamation plans for mining operations under an approved plans of operation, and obtained waste disposal or management permits at the Fort Knox, True North, and Ryan Lode mines, which approved reclamation plans (hereinafter "the reclamation plans") and waster disposal or management permits (hereinafter "the Permits). are, by reference, incorporated fully herein in all its terms and made a part of this bond; and

Table 1

Plan/Permit/Lease #	USD Amount	Description
Post Reclamation Maintenance	\$734,536.84	
Lease # ADL 416471 True North Plan of Operations Approval	\$80,000.00	True North Access Road
Lease # ADL 416509 True North Plan of Operations Mill Site	\$1,301,100.00	True North Mine Project Millsite
Approved True North Reclamation and Closure Plan	\$1,155,774.00	True North Plan of Operations
Solid Waste Disposal Permit 0231-BA004	\$29,050.00	Ryan Load Closure/Post Closure
Fort Knox Lease Nos. ADL 414960 and 414961, Plan of Operations Approval F20079852, and Waste Management Permit 2006-DB0043	\$34,314,418.00	Fort Knox Mine Reclamation and Closure
	\$37,614,878.84	

Whereas, the Obligor is required to post a performance bond with the State to ensure complete compliance with AS § 27.19, 11 AAC Chapter 97, 18 AAC Chapter 60, the reclamation plans and the Permits;

Whereas, the Obligor is required to post this Personal Bond with the State to ensure the Obligor's complete compliance with the requirement of the reclamation plans, AS 27.19 and attendant regulations at 11 AAC Chapter 97, and the Permits and attendant regulations at 18 AAC Chapter 60; and

Whereas, in accordance with 11 AAC 97.430, Obligor is liable for the full costs of reclamation to the standards of AS 27.19, the requirements of 11 AAC Chapter 97, and the approved reclamation plans, regardless of the amount of the bond; and

Whereas, the Obligor agrees that unless the Obligor has replaced this bond with another personal bond or with another form of financial assurance authorized under 11 AAC 97.400 and 18 AAC 60.265 providing security for compliance with all terms of the reclamation plans and Permits, coverage under this bond shall extend to and include the approved reclamation plans, Permits, and any amendments to the plan approved by the State.

Now, therefore, the terms of this Personal Bond are as follows:

Upon a determination by the State that the Obligor has satisfactorily complied with the reclamation plans (in accordance with the standards of AS § 27.19.020 and of 11 AAC 97.200-250) and the Permits, the obligations of this personal bond and accompanying instrument shall terminate and the commissioner shall release this bond and the accompanying instrument.

This personal bond and accompanying instrument shall remain in full force and effect until their release is approved in writing by the State (1) in accordance with 11 AAC 97.410(b) and 18 AAC 60; or (2) upon delivery of substitute financial assurance acceptable to the State.

The State may approve replacement of this personal bond or the collateral securing it in accordance with 11 AAC 97.400 and 18 AAC 60. In the event of replacement, the substitute bond must assume all remaining reclamation obligations and liabilities.

If the State determines that the Obligor has violated or permitted a violation of the reclamation plans or Permits and failed to comply with a lawful order of the State, the Obligor forfeits this personal bond or the relevant portion thereof in accordance with AS § 27.19.040(c) and AS § 27.19.070(a) or and 18 AAC 60. Upon the Obligor's receipt of a notice of the Obligor's default from the State, the Obligor shall promptly pay the face value of this personal bond to the State or forfeit the funds secured by the Letter of Credit # S18572/260177 referenced above.

All correspondence pertaining to the Personal Bond shall be sent to:

State of Alaska, Department of Natural Resources
Division of Mining Land and Water
550 West 7th Avenue, Suite 900D
Anchorage, AK 99501-3577

OBLIGOR

Date 7/11/07

(Affix seal)

Obligor Fairbanks Gold Mining Inc.

By: [Signature]
(Title)

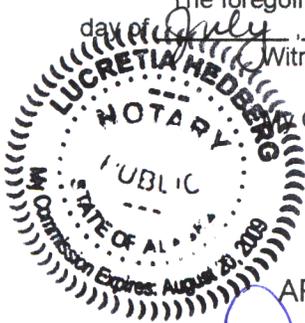
By: VICE PRESIDENT : GENERAL MANAGER
(Title)

ACKNOWLEDGMENT OF OBLIGOR

The foregoing instrument was acknowledged before me by Larry Radford, this 11th day of July, 2007.

Witness my hand and official seal. Lucretia Hedberg
(Notary Public or other authorized officer)

Commission Expires: 8-20-09



APPROVAL AND ACCEPTANCE BY STATE OF ALASKA
DEPARTMENT OF NATURAL RESOURCES

By [Signature] Date 7-11-07
Dick Mylius, Director, Division of Mining, Land and Water

DEPARTMENT OF ENVIRONMENTAL CONSERVATION

By [Signature] Date 7-11-07
Lynn Kent, Director, Division of Water

INSTRUCTIONS

- This form shall be used whenever the commissioner has approved the use of a personal bond in connection with a Division of Mining, Land and Water plan of operations and reclamation plan with the posting of an instrument or property such as cash or gold to secure the personal bond.
- Property pledged to secure the personal bond must be owned by the Obligor and must not be subject to any liens or prior security agreements. The property/instrument posted may be in the form of cash or gold in escrow; a Certificate of Deposit made payable to the State of Alaska Department of Natural Resources; an Irrevocable Letter of Credit issued by a bank authorized to do business in the United States with the Department specified as beneficiary. The value of pledged instruments must equal or exceed the amount of the bond. A combination of instruments may be posted so long as the aggregate value equals or exceeds the amount of the bond.
- Instruments such as Certificates of Deposit or Cash in Escrow must be accompanied by a State form entitled: Assignment of Negotiable Instrument.
- A Letter of Credit must be in a form acceptable to the State.
- When this bond is executed by a partnership, all partners must sign the bond individually in the space provided or by securely attaching an addendum with the recital that they are partners comprising the firm by name. All members of the partnership shall execute the bond.
- When this bond is executed by a corporation, the bond must be executed by a duly authorized corporate officer who must submit evidence of his/her authority to act for the corporation. This certified authorization must be attached to the bond.
- When any of the parties executes this bond through an authorized agent, a Power of Attorney or other evidence of authority must accompany the bond.

This form is to be used in accordance with the regulations of the Department of Natural Resources regarding bonds and bonding requirements.



CORPORATE CERTIFICATE

Kinross Gold Corporation (the "Corporation")

I, **SHELLEY M. RILEY**, Vice President, Administration and Corporate Secretary of Kinross Gold Corporation, being the definitive parent company of each of Melba Creek Mining Inc. and Fairbanks Gold Mining, Inc. (collectively, the "Subsidiaries") do hereby certify, under corporate seal of the Corporation that effective June 11, 2007 Lawrence P. Radford was appointed Vice President and General Manager of the Subsidiaries and as such was fully authorized as of that date to execute documents required through the ordinary course of dispensing his duties.

DATED this 11th day of July, 2007



Shelley M. Riley c/s
Vice President Administration and
Corporate Secretary