



4 April 2014

Mr. Jack Kerin
Alaska Department of Natural Resources
Division Mining Land & Water (MLW)
3700 Airport Way
Fairbanks, Alaska 99709-4699

Subject: 2013 Annual Reclamation Report – Pebble Project A136118

Dear Mr. Kerin:

Executive Summary

Pebble Limited Partnership (PLP) is submitting the attached 2013 Annual Reclamation Report for the Pebble Project, Iliamna Alaska. This letter provides a brief summary of proposed versus actual activities performed during the 2013 field season. Land reclamation was conducted between June and November 2013 concurrently with exploration in accordance with the following Miscellaneous Land Use Permit (MLUP) for Hardrock Exploration & Reclamation:

- A136118 (MLUP effective dates 21 March 2013 through 31 December 2013) granted by the Alaska Department of Natural Resources, Division of Mining, Land & Water (ADNR-DMLW) on 21 March 2013.

According to the 2013 Plan of Operations for the Pebble Exploration Project, submitted to ADNR on 4 February 2013, project management anticipated a land disturbance of 1.48 acres related to the following activities. “Disturbed” is defined as the vegetative mat removed or destroyed.

Proposed acreage to be disturbed between May 1, 2013 and December 31, 2013:

- Forty (40) diamond core drilling boreholes;
- One hundred-thirty (130) hydrologic and geotechnical drill holes [using mud rotary, reverse circulation (RC) and/or sonic drilling];
- Two hundred twenty-five (225) shallow soil test pits; and
- Thirty-four (34) seismic lines totaling no more than 220,000 feet.

0.32 acres	Diamond core drilling sites
0.05 acres	Upland drill water discharge sites
0.26 acres	Mud rotary, RC, and/or Sonic drilling sites
0.14 acres	Shallow soil test pits
<u>0.71 acres</u>	Seismic lines
1.48 acres	TOTAL

Total land actually disturbed during the 2013 field operations was approximately 0.06 acres. Activities performed during 2013 included:

Actual acres disturbed between June and October 2013:

- No diamond core boreholes were conducted this season for exploratory purposes;
- Twenty-nine (29) mud rotary boreholes for geotechnical purposes;
- No RC or Sonic drilling was conducted this season;
- No shallow soil test pits were excavated this season;
- No seismic studies were conducted this season;

0.00 acres Diamond core drilling boreholes
0.00 acres Upland drill water sump locations
0.06 acres Mud rotary drilling boreholes
0.00 acres Shallow test pits
0.00 acres Seismic lines
0.06 acres TOTAL

During 2013 approximately 0.18 acres were reclaimed from work completed during the 2012/2013 field programs, leaving 0.00 acres to be reclaimed for future field seasons.

2013 Land Disturbance vs. Reclamation (1 acre = 43,560 sq ft.)

The following is a summary of the number of acres disturbed and/or reclaimed during 2013. “Disturbed” is defined as the vegetative mat removed or destroyed.

- 0.12 – disturbed acres remaining following 2012 program, reclaimed during 2013
- – acres still remaining to be reclaimed from 2012 exploration program
- 0.06 – total acres disturbed during 2013 exploration program
- 0.06 – acres disturbed during 2013 exploration program, reclaimed during 2013
- – acres disturbed from 2013 exploration program remaining to be reclaimed

All reclamation work was completed in accordance with State of Alaska regulations. Should you have any questions please contact me at (907) 339-2626 or email at timhavey@pebblepartnership.com.

Sincerely,



THE
pebble
PARTNERSHIP

Tim Havey
Environmental Manager
Pebble Limited Partnership

cc: // Scott Pexton, ADNR – DMLW
Loretta Ford, HDI
Jeff Norberg, JBN Consultants, Inc.