

United States Department of the Interior

BUREAU OF LAND MANAGEMENT
High Desert District
Rawlins Field Office

Rawlins Field Office 1300 North Third Street Rawlins, Wyoming 82301



FEB 18 2011

In Reply Refer To: 3800 (WYD03) WYW-166318 TFN 4 6/268 Lost (reele ISR



Mr. John Corra, Director State of Wyoming Department of Environmental Quality Land Quality Division 122 West 25th Street Cheyenne, WY 82002

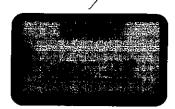
Dear Mr. Corra:

This letter confirms the conversation with you on February 10, 2011, regarding the Lost Creek ISR, LLC, proposed uranium "in-situ" recovery project located in T. 25 N., R. 92 W.; and T. 25 N., R. 93 W., 6th P.M., Sweetwater County, Wyoming, the Bureau of Land Management (BLM) reference WYW-166318, your reference TFN 4 6/268.

The BLM's understanding from this conversation is that you are prepared to issue an "in-situ" mine permit to Lost Creek ISR, LLC, for their proposed project following publication by the applicant.

On February 12, 2011, the Notice of Intent to prepare an environmental impact statement (EIS) was published in the <u>Federal Register</u>. This begins the BLM's scoping for the proposed "insitu" project. The BLM will not approve with conditions or disapprove the plan of operations [43 CFR 3809.411 (d)] for the Lost Creek Project until the EIS has been prepared and a Record of Decision (ROD) is approved.

The BLM does not have an objection to your issuing the mine permit to Lost Creek ISR, LLC, provided the operator is notified that construction and recovery operations may not begin prior to the operator being granted a Nuclear Regulatory Commission source material license. In addition, the BLM must approve the EIS and issued a ROD allowing the operations to proceed. The operator must have an acceptable reclamation bond naming the Secretary of the Interior and the State of Wyoming as dual beneficiaries on file with you.



If you have any questions, please contact Mark Newman, Geologist, at the address shown above, or telephone (307) 328-4248.

Sincerely,

Dennis J. Carpenter Field Manager

cc: Mr. Mark Moxley, District 2 Supervisor
State of Wyoming Department of Environmental Quality
Lander, WY 82520

Mr. Alan Edwards, Acting Administrator/LQD Herschler Bldg 122 West 25th Street Cheyenne, WY 82002