

PMB 2020  
Department of Environment and Natural Resources  
Minerals and Mining Program  
523 East Capitol Avenue  
Pierre, South Dakota 57501-3182  
Telephone: (605) 773-4201 Fax: (605) 773-5286

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SEP 15 2008  
MINERALS & MINING PROGRAM

URANIUM EXPLORATION PERMIT

Pursuant to SDCL 45-6D

Name of Operator

POWERTECH (USA) INC.

Address of Operator's  
Principle Place of Business:

Name and Address of Operator's Resident  
Agent in South Dakota:

5575 DTC PARTWAY, STE 140  
GREENWOOD VILLAGE, CO 80111

CT CORPORATION SYSTEMS  
319 COTEAU STREET  
PIERRE, SD

Telephone Number:

Telephone Number:

(303) 790-7528

(605) 224-5825

Brief Description of the Type of Uranium Exploration to be Conducted (include a complete description of methods and a list of other minerals to be explored):

Permission is sought to drill 30 exploration and condemnation holes into the Inyan Kara formation. Condemnation holes are necessary to assure that planned surface facilities are not located over ore deposits. The holes will be rotary drilled by a rubber-tired drill rig to an average depth of 500 feet (300 to 800 ft.). The holes will be radiometrically logged for uranium and vanadium. Each drill site will consist of an excavated mud pit with approximate dimensions of 12 ft x 12 ft x 12 ft., and minimal surface disturbance by the drill rig and ancillary vehicles (logging truck, water truck, backhoe, and geologist's pickup). No roads will be constructed. Sites will be accessed from existing roads or driving short distance across existing ground surface. Drill sites will not be accessed if the surface is muddy and vehicles are likely to become stuck.

Date Exploration Will Commence:

Septmeber 2008 or earlier, depending on issuance of permit.

Legal Description of Land to be Explored by Section, Township, and Range:

SW1/4 & SE1/4 Section 29, SE1/4 Section 30 and NW1/4 & NE1/4 Section 32; T6S-R1E, Custer County  
SE1/4 & SW1/4 Section 2, NE1/4 Section 10, and NW1/4SE1/4 and NE1/4SW1/4 Section 11;  
T7S-R1E, Fall River county.

County:

Custer and Fall river

What Legal Authority Does the Operator Have to Conduct Exploration on the Above-Described Land?

- Deed
- Lease
- US Forest Service Permit
- Pending US Forest Service Permit
- Other CLAIMS

Attach Copy if Available

INSTRUCTIONS (Reference SDCL 45-6D):

This Application Must be Accompanied by:

Before a Hearing on the Permit May be Conducted by the SD Board of Minerals and Environment, the Applicant Must Submit the Following Materials:

- 1. A Plan of Reclamation Pursuant to Section 9.
- 2. A Topographic Map Pursuant to Section 10.
- 3. A Fee of \$500 Pursuant to Section 18.
- 4. Any Written Landowner Consultations Giving Alternative Preferences for the Reclamation of the Affected Land Pursuant to Section 16.

- 1. A Copy of the Affidavit of Publication of Notice Pursuant to Section 12.
- 2. Proof of Filing a Copy of the Application with the Register of Deeds Pursuant to Section 11.
- 3. A Surety in an Amount to be Determined by the Department Pursuant to Section 19.

Applicant hereby affirms that the uranium exploration will be conducted pursuant to the terms and conditions of the approved permit; that he will grant access to the SD Board of Minerals and Environment or its agents to the area under application from the date of application and thereafter for such a time as is necessary to assure compliance with all provisions of SDCL 45-6D or any rule, order, or decision promulgated hereunder.

**I declare and affirm under the penalties of perjury that this claim (petition, application, information) has been examined by me, and to the best of my knowledge and belief, is in all things true and correct.**

Richard E. Blubaugh  
Signature

September 9, 2008  
Date

Vice President-Environmental Health & Safety  
Title

STATE OF Colorado

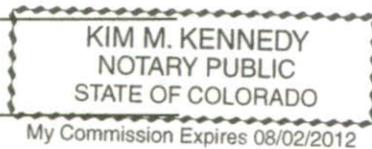
COUNTY OF Arapahoe

On this 9<sup>th</sup> day of September, 20 08, before me personally appeared Richard E. Blubaugh

who acknowledged himself to be the Vice President-EH&S for Powertech (USA) Inc.  
(Title) (Operator)

and that he is authorized to execute this Application for the purposes contained therein.

Kim M. Kennedy  
Notary Public



My Commission Expires: \_\_\_\_\_

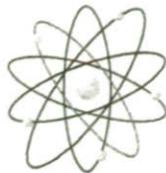
SEAL

**FOR DEPARTMENT USE ONLY**

DATE APPROVED: \_\_\_\_\_ BOND AMOUNT: \_\_\_\_\_ EXNI NUMBER: \_\_\_\_\_

\_\_\_\_\_  
Chairman, SD Board of Minerals & Environment

Renewals: 1st Date: \_\_\_\_\_ 2nd Date: \_\_\_\_\_ 3rd Date: \_\_\_\_\_



## POWERTECH (USA) INC.

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July 21, 2008

BLM Montana State Office  
Attn: Connie Schaff  
5001 South Gate Drive  
Billings, MT 59101

Dear Connie:

Powertech would like to relinquish all 17 of its MD claims effective immediately. I have attached an exhibit showing the Claim numbers and serial numbers. The enclosed KIM claims are in place of the MD claims.

If you have any questions, please call me at 303-790-7528.

Sincerely,

Kim Kennedy  
Land Support Manager

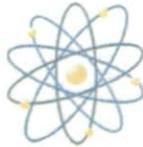
/kk

Enclosures

**EXHIBIT "A"**

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<b>Claim Name</b>	<b>BLM No</b>	<b>Book</b>	<b>Page</b>	<b>TNSHP</b>	<b>Range</b>	<b>Section</b>	<b>Quarter</b>
MD # 1	218290	31	453	6 South	1 East	29	NW/SW
MD # 2	218291	31	454	6 South	1 East	29	SW
MD # 3	218292	31	455	6 South	1 East	29	SWNW
MD # 4	218293	31	456	6 South	1 East	32	NW
MD # 5	218294	31	457	6 South	1 East	32	NW
MD # 6	218295	31	458	6 South	1 East	32	NW
MD # 7	218296	31	459	6 South	1 East	32	NW
MD # 8	218297	31	460	6 South	1 East	33	NW
MD # 9	218364	172M	280	7 South	1 East	1	SE/SW
MD #10	218365	172M	281	7 South	1 East	1	SE/SW
MD #11	218366	172M	282	7 South	1 East	1	SW
MD #12	218367	172M	283	7 South	1 East	1	NE
MD #13	218368	172M	284	7 South	1 East	11	SW
MD #14	218369	172M	285	7 South	1 East	11	SE
MD #15	218370	172M	286	7 South	1 East	11	SE
MD #16	218371	172M	287	7 South	1 East	11	NE
MD #17	218372	172M	288	7 South	1 East	11	NW



**POWERTECH (USA) INC.**

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Frank Lichnovsky  
Chief Geologist  
Powertech (USA) Inc  
145 N. Chicago, Suite C  
Hot Springs, SD 57747

September 9, 2008

Department of Environment  
And Natural Resources  
PMB 20220  
Joe Foss Building  
523 East Capitol  
Pierre, South Dakota 57501-3182

Attention:  
Roberta Fivecoate – Natural Resources Project Manager  
In accordance with SDCL 45-06D-16, Powertech (USA) Incorporated presents this notarized affidavit as required stating consultation with the surface owners was conducted and that no written materials have been received to date, regarding travel areas on the properties or reclamation of the affected areas.

Respectfully,

Frank Lichnovsky

Chief Geologist

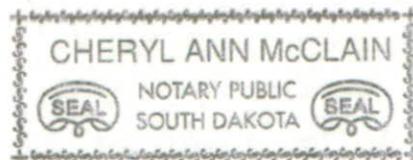
This instrument was acknowledged before me this 10<sup>th</sup> day of Sept., 2008, by FRANK LICHNOVSKY.

IN WITNESS WHEREOF, I have hereunto set my hand and affixed my notarial seal the day and year first above written.

Cheryl Ann McClain  
Notary Public

My commission expires:

My commission expires:  
September 8, 2012





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Track & Confirm    FAQs

## Track & Confirm

### Search Results

Label/Receipt Number: **7005 1820 0006 0036 4677**

Detailed Results:

- Delivered, August 18, 2008, 10:17 am, RAPID CITY, SD 57702
- Acceptance, August 15, 2008, 3:58 pm, HOT SPRINGS, SD 57747

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*Confirmation of Certified Receipt to GCC. DENR rec'd. unsigned green card 8/29/08.*

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- Complete items 1, 2, and 3. Also complete item 4 if Restricted Delivery is desired.
- Print your name and address on the reverse so that we can return the card to you.
- Attach this card to the back of the mailpiece, or on the front if space permits.

1. Article Addressed to:

GCC Dacotah, Inc.  
 Steve Zellmer  
 501 N. St.onge Street  
 Rapid City, SD ~~57709~~  
 57701

2. Article Number  
 (Transfer from service label)

2E90 4E65 2000 0892 2002

**COMPLETE THIS SECTION ON DELIVERY**

A. Signature

X *B. Gmay*

- Agent
- Addressee

B. Received by (Printed Name)

C. Date of Delivery

9-9-08

D. Is delivery address different from item 1?  Yes  
 If YES, enter delivery address below:  No

3. Service Type

- Certified Mail  Express Mail
- Registered  Return Receipt for Merchandise
- Insured Mail  C.O.D.

4. Restricted Delivery? (Extra Fee)  Yes

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