

Down-Hole-Survey CAMERA INSURANCE.

60008641

THE ROSEBUD MINING COMPANY, LLC

Hecla Mining Company, Operator

March 9, 1999

MEMORANDUM TO: Ned Tower

FROM: Rick Berezay

SUBJECT: Inland Marine Insurance Policy

Ned, it appears that the insurance coverage for the Brazil equipment may have a higher rate applied than the two cameras we have at Rosebud. The amount listed on our policy for the Reflex foto bar camera (\$55,000) and the Humphrey camera (\$12,000) totals \$67,000. The rate applied, before the Brazil equipment was added, is 1.75. This calculates to \$1,173 and agrees with an invoice we paid for the 1/24/98 – 1/24/99 period (see Hecla invoices 1332 line 16 and 1349 line 16 dated March and April 1998).

For this year (1/24/99 – 1/24/00) we were charged \$1,766.48, an increase of \$593.48 or a rate of 2.636. I think this is incorrect. It looks like the invoice originally was coded correctly but the amounts were crossed out and new numbers shown (see copy).

It appears that the rate reflected on a backup sent to us still reflects 1.75 (see attached). Could you verify we are correct in our thinking and if so have Mary Jane credit Rosebud back the over charge of \$598.48 in March's Hecla billing. Thanks for your help.

C: Allen, Kurt
Dexter, Mike

RRB/rrb
Memo R0592

☒ 016/017

02-23-99

COMMERCIAL INLAND MARINE SCHEDULE OF PROPERTY COVERED



This schedule provides supplementary information to be used with the Commercial Inland Marine Coverage shown.

POLICY NUMBER: 34 MS EZ6883

CHANGE NUMBER: 003

TYPE OF COVERAGE:

SCIENTIFIC INSTRUMENTS

DEDUCTIBLE: \$500

RATE: 1.75

- 01. 1989 REFLEX FOTO BAR CAMERA #45-1-203
- 02. HUMPHREY CAMERA MODEL #PH02-0201-1 S#H233

\$ 55,000
\$ 12,000

TOTAL LIMIT OF INSURANCE

Misc Equipm't

\$67,000 -

AT ROSEBUD
13,150 - BRAZIL

80,150