SHEET ____ OF __

RED SAMM CONSTRUCTION, INC.

P.O. BOX 3097 BELLEVUE, WASHINGTON 98009

March 5, 1999

Administrative Contracting Officer US Army Engineer District, Alaska Richardson Resident Office PO Box 898 Anchorage, Alaska 99506-0898 BELLEVUE (425) 827-29 FAX (425) 827-02

PROJ MENT 3/3/99 Clybe W. Sterker

Re:

DACW85-99-C-0003, Harbor Improvements, King Cove, AK; Quarry Data and

Reports for Dome Quarry

W. diferlan

Gentlemen:

Red Samm will be mining rock from Dome Quarry at Sand Point, Alaska. The quarry has been tested and approved for quality by the Corps of Engineers. Red Samm will only be mining rock in the Dome Quarry "plug" of fresh to slightly altered basalt. According to Woodward Clyde's report (see enclosures) this plug of basalt runs from the surface of the quarry to nearly sea level. If the rock changes from what was previously tested and approved by the Corps, then Red Samm will halt mining operations and move to another area of the quarry which does not differ from the approved rock.

If there are any questions regarding the above subject, please do not hesitate to contact me at (425) 827-2955.

Sincerely,

Clayton W. Arterburn Project Manager