STATE OF COLORADO

DIVISION OF RECLAMATION, MINING AND SAFETY Department of Natural Resources

1313 Sherman St., Room 215 Denver, Colorado 80203 Phone: (303) 866-3567 FAX: (303) 832-8106

October 15, 2013

Richard Fretterd Richard Fretterd 1065 Woodland Ave, #16 Woodland Park, CO 80863



John W. Hickenlooper Governor

Mike King Executive Director

Loretta E. Pineda Director

Re: File No. M-2013-056, Ace in the Hole- CMC284074, 110(2) Decision Letter - Conditions, and Performance Warranty Request - Hard Rock Mining Operation

Richard Fretterd:

On October 15, 2013, the Division of Reclamation, Mining and Safety approved with conditions your 110(2) mining permit application. The conditions to the approval are noted below:

Stipulation No.	Description
1)	Documentation of required permits or measures per the Water Quality Control
	Division have been satisfactorily addressed and accepted by the Division.
2)	Documentation of required permits or measures per Teller County have been
	satisfactorily addressed and accepted by the Division.

The amount of financial warranty set by the Division for this operation is \$3,900.00. We have received this financial warranty for this permit. A performance warranty form was mailed to you under separate cover. Please fill the performance warranty form out and return it promptly.

PLEASE NOTE THAT MINING OPERATIONS MAY NOT COMMENCE UNTIL A PERMIT HAS BEEN ISSUED BY THE DIVISION <u>AFTER</u> RECEIPT OF YOUR FINANCIAL WARRANTY AND PERFORMANCE WARRANTY. A PERMIT WILL NOT BE ISSUED UNTIL WE VERIFY THE ADEQUACY OF BOTH YOUR FINANCIAL WARRANTY AND PERFORMANCE WARRANTY.

If you have any questions, please contact me.

Sincerely. Wa Environmental Protection Specialist