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

January 2, 2014

Rory Williams Star Mine Operations, LLC 1675 Larimer ST, Suite 820 Denver, CO 80202



John W. Hickenlooper Governor

Mike King Executive Director

Loretta E. Pineda Director

Revenue Mine, Permit M-2012-032, Annual Fee Invoice and Report Request

PLEASE READ CAREFULLY – ACTION REQUIRED Please attach your COMPLETED written Annual Report and Annual Report Map to this form

Under the terms of your NOI or Reclamation Permit and Colorado Statutes, you must submit Annual Fees and Annual Reports (including a map). You must pay the Annual Fee and submit an Annual Report each year until reclamation responsibility release is granted. The Annual Fee is not a renewal fee. The Fee and Report are for LAST YEAR'S mining and reclamation season, and MUST be paid even if your operation was inactive.

The Annual Report and Fee requirement will be considered submitted when we have received the following components:

- 1. APPROPRIATE ANNUAL FEE
- 2. COMPLETED ANNUAL REPORT
- 3. ASSOCIATED MAP as required by rule

If you have requested reclamation responsibility release from the Division of Reclamation, Mining and Safety (the "Division") but your permit is not released by the anniversary date listed below, the Annual Fee MUST be paid. If the permit is released before the anniversary date, then by Statute, it is not necessary to pay an Annual Fee or submit an Annual Report for that year.

Division records indicate the \$1,150.00 fee is due for the following:

Permit: M-2012-032 Operation Name: Revenue Mine Anniversary Date: February 5, 2014

Total Fee Due: \$1,150.00 (Due on or before your Anniversary Date)

Return the enclosed <u>Annual Report FORM</u>, a <u>MAP</u>, and a <u>CHECK</u> or <u>MONEY ORDER</u> made payable to: Division of Reclamation, Mining and Safety, 1313 Sherman St., Room 215, Denver, CO 80203. If your records indicate these documents and fees have already been submitted, please notify the Division.

If you have additional comments and/or information that should be provided to the Division, please provide it below or attach it to this form along with your written report and map. Annual Report instructions are enclosed. If you have any questions, please feel free to contact Michelle Ramirez at (303)-866-3567 x8114. Thank you for your cooperation in this matter.

IF THE ANNUAL FEE SUBMITTALS ARE NOT RECEIVED ON OR BEFORE YOUR ANNIVERSARY DATE, THE ENFORCEMENT PROCESS WILL AUTOMATICALLY BE INIATIED. ENFORCEMENT ACTIONS MAY RESULT IN CIVIL PENALTIES AND/OR REVOCATION OF YOUR PERMIT.

112d-1 Annual Report

Permittee Name:	Star Mine Operations, LLC	Permit Number:	M-2012-032
Operation Name:	Revenue Mine	County:	Ouray
Annual Fee Due:	\$1,150.00	Anniversary Date:	February 5, 2014
Permit Acreage:	34.19	Current Bond Amt:	\$277,078.00

According to C.R.S. 34-32.5-116 or 34-32-116, each year, on the anniversary date of the permit, an operator shall submit the Annual Fee, an Annual Report and Map showing the extent of current disturbances to affected land, required monitoring information, reclamation accomplished to date and during the preceding year, any new disturbance that is anticipated to occur during the upcoming year, any reclamation that will be performed during the upcoming year, the dates for the beginning of active operations, and the date active operations ceased for the year.

Information contained in this report will be reviewed by the Division upon receipt and prior to the next compliance inspection of the site. If, while completing this report, you learn that your site is not in compliance with the rules and the act, it is advisable that the issues be rectified promptly to avoid possible enforcement action.

				1 1 2		1					
1.	Is the site identi	fication sign p	osted i	n accordance	with	Rule 3.1.12(1).				YES	NO
2.	Is the affected a	rea boundary c	elearly	marked in acc	corda	ance with Rule 3.	1.12	2(2).		YES	NO
3.	. Is the mine site in final reclamation (all material extraction and stockpile removal is complete)? If "YES," please note time limits related to completion of reclamation, Rule 3.1.3.						lete)?	YES	NO		
4. What was the date of last excavation, processing or hauling activity at the mine?											
5.	To Does the mine operate more than 180 days per year. If "NO", please review Rule 1.13 to assure that your mine is in compliance.							YES	NO		
6.	a) approval of TEMPORARY CESSATION Status? b) approval for INTERMITTENT OPERATION?							YES YES	NO NO		
7.	Number of acre	s currently affe	ected (1	mining + inco	mple	ete and or unrelea	ised	reclamation).			
8.	Number of acre	s that were nev	vly aff	ected during the	he cı	arrent report year	:				
9.	Number of acre	s that were rec	laimed	l during the cu	rren	t report year.					
10.	Estimated new a	acreage to be a	ffected	l in the next re	port	year.					
11.	Estimated acres	to be reclaime	d in th	e next report	year.						
12	Total acres in v	various stages (of recla	amation since	neri	mitted mining act	tivit	ies hegan:			
[Total acres		al acre		реп	Total acres	LIVIL	Total a	cres		
	backfilled:		ded w/			w/topsoil		mulche			
			roved			replaced:			ed mulch:		
	Total acres			Topsoil			application	1			
	graded:	fert	ilized	w/		replacement		rate (to			
		apv	d fertil	lizer:		depth (in.):		, in the second	•		
f	Seed			Fertilizer				Mulch		,	
	application			application				application			
	method:			method:				method:			

	s weed control being conducted in accordance with an approved Weed Control Plan? f "YES", indicate the weed species, control area, control type, application rate and treats					
14. Is adequate topsoil If "NO", please exp	YES	NO	N/A			
15. Is the reserved tops If "NO" please exp	YES	NO	N/A			
16. If mining has expos	sed groundwater, is the site in com	pliance with the approved mining pl	lan and Off	ice of the	he State	
Engineer (Well Permit, S.W.S.P., and/or Permanent Augmentation Plan)?				NO	N/A	
17. Are all hazardous n	YES	NO	N/A			
18. Is your financial wa	YES	NO	N/A			
19. Is your basis for leg	YES	NO				
20. Does your permit re If "Yes", please att	YES	NO	N/A			
Construction Mater permit boundary, co UPDATED MAP A	rials (C.R.S. 34-32-116 or 34-32.5- urrent affected area boundary and la ATTACHED:tte the following permittee contact	ct and/or Colorado Land Reclamatic 116), attach a map to this report tha location of the acreages specified in information. If this information is r	it accurately items 7- 12	y depict 2 and 14	s the 4.	
Permittee Contact:	Rory Williams					
Permittee Company:	Star Mine Operations, LLC					
Address:	1675 Larimer ST, Suite 820					
	Denver, CO 80202					
Phone Number: (303) 534-6500						
Fax Number:						
Email Address:	CF.PR.email					
	by state that the information provious ordance with the Division approved	ded in this report is true and accurat d mining and reclamation plans.	e, and that	site ope	erations are	
Signature of <u>Permitte</u>	e, Corporate Officer, Owner, or	Documented Designee	Date		_	