

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



September 20, 2013

Shannon P. Murphy
Providence Mining, LLC
100 W. Bennett Ave.
P.O. Box 661
Cripple Creek, CO 80813

John W. Hickenlooper
Governor

Mike King
Executive Director

Loretta E. Pineda
Director

Re: File No. M-2012-052, Providence Mine, 110d Decision Letter - Conditions, Financial and Performance Warranty Request - Hard Rock Mining Operation

Shannon Murphy:

On September 20, 2013, the Division of Reclamation, Mining and Safety approved with conditions your 110d mining permit application. The conditions to the approval are noted below:

<u>Stipulation No.</u>	<u>Description</u>
1	<i>The permittee will commit to performing annual testing of ore and waste rock if removed to the surface of the permit area. Results to be included with Annual Report.</i>

The amount of financial warranty set by the Division for this operation is \$17,200.00. You must submit a financial warranty in this amount and a performance warranty in order for us to issue a permit. In the event you have requested a financial warranty form, we have enclosed it in this letter. If you have not, please select a type of financial warranty from Rule 4.3. Then contact us so that we can provide you with the appropriate warranty form. We have enclosed a performance warranty form with this letter for your use.

PLEASE NOTE THAT MINING OPERATIONS MAY NOT COMMENCE UNTIL A PERMIT HAS BEEN ISSUED BY THE DIVISION AFTER 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,

A handwritten signature in blue ink, appearing to read "Timothy A. Cazier".

Timothy A. Cazier, P.E.
Environmental Protection Specialist

Enclosures

ec: Tom Kaldenbach, DRMS
Barbara Coria, DRMS
DRMS file
Art Braun, P.E., Braun Environmental, Inc.