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



John W. Hickenlooper Governor

Mike King Executive Director

Loretta E. Piñeda Director

February 12, 2014

Paul F. Martin DGMC 125 W Main Street Farmington, NM 87401

Re: Incas Mine, Permit No. M-1986-076, Continuance of February Board Hearing; Temporary

Cessation Status

ACTION REQUIRED

Dear Mr. Martin:

The Division received your request for continuance of the February board hearing. The Division will allow for the continuance. The hearing will be rescheduled for March 26, 2014. The completed financial warranty MUST be approved by the Division by not later than March 21, 2014 in order to avoid the March hearing. A second continuance will not be granted. Be aware that often the paperwork submitted to the Division is not adequate the first time it is received and changes are often necessary. Therefore, it is in your best interests to submit the paperwork as soon as possible, in case changes need to be made.

DGMC also has an outstanding problem cited on the October 1, 2013 inspection report. DGMC has been advised that it must go into Temporary Cessation twice now. Within 10 days of the financial warranty being approved by the Division, DGMC must submit the appropriate revision indicating that the Incas Mine is going into temporary cessation status. Refer to rule 1.13.5 for the guidelines regarding submittals for temporary cessation. If DGMC fails to submit the proper revision within 10 days of the financial warranty approval, a hearing will be scheduled before the Mined Land Reclamation Board for a possible violation, cease and desist order and civil penalties.

If you have any questions, please contact me at (970) 259-5861.

Sincerely,

Kate A. Pickford

Environmental Protection Specialist