

RCD



February 11, 2014

Division of Reclamation, Mining and Safety
Attention: Minerals Program
1313 Sherman Street, Suite 215
Denver Colorado 80203-2273

TC02 ✓

RE: Bulldog Mine Operation, Permit No. M-1977-215 Temporary Cessation Notice

Minerals Program,
Please find enclosed the Temporary Cessation Notice for the Bulldog Mine Operation and a check for \$115.00 for the filing fee.

Sincerely,

Randy McClure

Randy McClure
General Manager



PO Box 610
625 USFS Road 504.1A
Creede, CO 81130
ph: 719.658.1080 ext 2701
cell: 970.317.5355
fax: 719.658.1082

RECEIVED

FEB 18 2014

Division of Reclamation,
Mining & Safety

AFE RPT ✓
NO VIOLATIONS ✓



COLORADO DIVISION OF RECLAMATION, MINING AND SAFETY

1313 Sherman Street, Room 215, Denver, Colorado 80203 Phone (303) 866-3567

TEMPORARY CESSATION NOTICE

(mining activities temporarily cease for more than a one-year period)

Today's date: February 11, 2014

Permit number: M- 1977-215 Site name: Bulldog Mine Operation

County: Mineral

TC number: TC02 (DRMS use only)

Permittee making request: Rio Grande Silver, Inc.

Operator (if other than permittee): _____

Date the initial five-year period of Temporary Cessation begins: December 31, 2013

Reason mining activities (materials extraction, processing, hauling) have ceased:

Due to decreases in metal prices (Gold, Silver, Lead, Zinc) it was determined

that it is not economic to continue with activities at the Bulldog Mine Operation at this time.

Description of plan to resume operations:

Once the project is deemed economic due to an increase in metal prices, rehabilitation and exploration activities in the Bulldog Mine will resume.

Description of plan to meet performance standards of Rule 3.1 during temporary cessation (reclamation, weed control, monitoring, signs, markers, etc.):

Reclamation measures are addressed in Technical Revisions 14,16,17,18,19,20,21,22 and all work is contained within the

current Storm Water Management Plan. Weed monitoring and control will continue (TR-15). Signs and markers are in place.

Number of affected acres: 60

Amount of financial warranty (bond) on deposit with the state: \$ 159,250.72

Required fees for Temporary Cessation by permit type (please mark the correct fee and submit it with this request for Temporary Cessation):

<u>Permit type</u>	<u>Required TR fee</u>	<u>Submitted (mark only one)</u>
Construction Materials	\$144	<input type="checkbox"/>
Hard Rock/ Metal Mining	\$115	<input checked="" type="checkbox"/>

The above-referenced permit has entered Temporary Cessation. This site has reserves remaining to be mined.

Operator's signature: Randy McClure

Please note:

1. While in Temporary Cessation, the operator must continue to comply with the Rules and Act, including maintaining the site, and must continue to file an annual report and annual fee.

Division of Reclamation, Mining, and Safety

Fee Receipt for M1977215

Rio Grande Silver, Inc.

000000000

Receipt #: 16866

Date: 02/18/2014

Permit: M1977215

Payment Method	Revenue Code	Fee Description/Notes	Amount
1358 msr	4300-12	Minerals Temporary Cessation M1977-215	\$115.00
Receipt Total:			\$115.00