

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



March 17, 2014

Peabody Sage Creek Mining, LLC

701 Market Street, Suite 707

St. Louis, MO 63101

John W. Hickenlooper
Governor

Mike King
Executive Director

Loretta E. Pineda
Director

Re: Peabody Sage Creek Mine (Permit No. C-2009-087)
Bond Release Application No. 2 (SL-2)
Bond No. SB-007

Dear Sir or Madam:

This letter, as required by Rule 3.03.2(5)(a) of the Rules and Regulations, is to inform you that the Division of Reclamation, Mining and Safety's proposed decision to Approve Bond Release Application No. 2 for the Peabody Sage Creek Mine became final on March 17, 2014.

The bond for the operation is a Self Bond issued by your company (Bond No. SB-007), in the amount of \$4,420,284.46. The proposed release amount is (\$285,484.00).

Please be aware that this notification is not a request to initiate any action by Peabody Sage Creek Mining, LLC concerning Bond No. SB-007, and is for your information only. Should Peabody Sage Creek Mining, LLC choose to take action with regard to this bond release, they will contact you.

If you have questions or need additional information, please contact me.

Sincerely,

A handwritten signature in blue ink, appearing to read "Jason D. Musick".

Jason D. Musick
Environmental Protection Specialist
Jason.musick@state.co.us

cc: Mary Rodriguez, CDRMS
C-SL-22