August 5, 2014

Chris Preusch New Smuggler Mine Corporation 2755 Lower River Road Snowmass, CO 81654

1313 Sherman Street, Room 215 Denver, CO 80203

COLORADO

Division of Reclamation, Mining and Safety

Department of Natural Resources

RE: Smuggler Mine, Permit No. M-1995-097, Temporary Cessation

Dear Mr. Preusch:

On August 4, 2014 the Division of Reclamation, Mining and Safety (Division) received your request for extension of the corrective action imposed by the June 10, 2014 inspection report. The request is denied. In order to avoid potential enforcement actions, please submit your notice of temporary cessation to the Division by August 15, 2014.

Please note that your reclamation permit remains in effect during periods of temporary cessation, and that the initial period of temporary cessation allows up to five years to resume mining operations.

If you require additional information, or have questions or concerns, please contact me at the Division's Grand Junction Field Office.

Sincerely Dustin Czapla

Environmental Protection Specialist Department of Natural Resources Division of Reclamation, Mining and Safety 101 South 3rd, Suite 301 Grand Junction, CO 81501 Phone: (970) 243-6299 Fax: (970) 241-1516

Cc: