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

October 1, 2014

Thomas S. Hendricks Calais Resources Colorado, Inc. P.O. Box 653 Nederland, CO 80466-0653



John W. Hickenlooper Governor

Mike King Executive Director

Virginia Brannon

Cross Gold Mine, Permit M-1977-410, Annual Fee Invoice and Report Request

PLEASE READ CAREFULLY – ACTION REQUIRED Please attach your COMPLETED written Annual Report and Annual Report Map to this form

Under the terms of your NOI or Reclamation Permit and Colorado Statutes, you must submit Annual Fees and Annual Reports (including a map). You must pay the Annual Fee and submit an Annual Report each year until reclamation responsibility release is granted. The Annual Fee is not a renewal fee. The Fee and Report are for LAST YEAR'S mining and reclamation season, and MUST be paid even if your operation was inactive.

The Annual Report and Fee requirement will be considered submitted when we have received the following components:

- 1. APPROPRIATE ANNUAL FEE
- 2. COMPLETED ANNUAL REPORT
- 3. ASSOCIATED MAP as required by rule

If you have requested reclamation responsibility release from the Division of Reclamation, Mining and Safety (the "Division") but your permit is not released by the anniversary date listed below, the Annual Fee MUST be paid. If the permit is released before the anniversary date, then by Statute, it is not necessary to pay an Annual Fee or submit an Annual Report for that year.

Division records indicate the \$259.00 fee is due for the following:

Permit: M-1977-410
Operation Name: Cross Gold Mine
Anniversary Date: November 3, 2014

Total Fee Due: \$259.00 (Due on or before your Anniversary Date)

Return the enclosed <u>Annual Report FORM</u>, a <u>MAP</u>, and a <u>CHECK</u> or <u>MONEY ORDER</u> made payable to: Division of Reclamation, Mining and Safety, 1313 Sherman St., Room 215, Denver, CO 80203. If your records indicate these documents and fees have already been submitted, please notify the Division.

If you have additional comments and/or information that should be provided to the Division, please provide it below or attach it to this form along with your written report and map. Annual Report instructions are enclosed. If you have any questions, please feel free to contact Michelle Ramirez (303) 866-3567 ext 8114. Thank you for your cooperation in this matter.

IF THE ANNUAL FEE SUBMITTALS ARE NOT RECEIVED ON OR BEFORE YOUR ANNIVERSARY DATE, THE ENFORCEMENT PROCESS WILL AUTOMATICALLY BE INIATIED. ENFORCEMENT ACTIONS MAY RESULT IN CIVIL PENALTIES AND/OR REVOCATION OF YOUR PERMIT.

110(2) Annual Report

Permittee Name:	Calais Resources Colorado, Inc.	Permit Number:	M-1977-410
Operation Name:	Cross Gold Mine	County:	Boulder
Annual Fee Due:	\$259.00	Anniversary Date:	November 3, 2014
Permit Acreage:	9.35	Current Bond Amt:	\$31,500.00

According to C.R.S. 34-32.5-116 or 34-32-116, each year, on the anniversary date of the permit, an operator shall submit the Annual Fee, an Annual Report and Map showing the extent of current disturbances to affected land, required monitoring information, reclamation accomplished to date and during the preceding year, any new disturbance that is anticipated to occur during the upcoming year, any reclamation that will be performed during the upcoming year, the dates for the beginning of active operations, and the date active operations ceased for the year.

Information contained in this report will be reviewed by the Division upon receipt and prior to the next compliance inspection of the site. If, while completing this report, you learn that your site is not in compliance with the rules and the act, it is advisable that the issues be rectified promptly to avoid possible enforcement action.

				1 1 2		1					
1.	Is the site identi	fication sign p	osted	in accordance	with	Rule 3.1.12(1).				YES	NO
2.	Is the affected a	rea boundary	clearly	marked in acc	corda	ance with Rule 3.	1.12	2(2).		YES	NO
3.				•		tion and stockpile of reclamation, I			lete)?	YES	NO
4.	4. What was the date of last excavation, processing or hauling activity at the mine?										
5.	. Does the mine operate more than 180 days per year If "NO", please review Rule 1.13 to assure that your mine is in compliance.							YES	NO		
6.	Has this mine b	een granted:				RARY CESSAT MITTENT OPER				YES YES	NO NO
7.	Number of acre	s currently affo	ected (mining + inco	mple	ete and or unrelea	ised	reclamation).			
8.	Number of acre	s that were nev	wly aff	fected during t	he cı	arrent report year					
9.	Number of acre	s that were rec	laimed	d during the cu	ırren	t report year.					
10.	. Estimated new	acreage to be a	ıffecte	d in the next re	eport	year.					
11.	. Estimated acres	to be reclaime	ed in th	ne next report	year.						
12	Total acres in v	various stages (of recl	amation since	neri	mitted mining act	tiviti	ies hegan:			
[Total acres		tal acre		реп	Total acres	LIVIL	Total a	icres		
	backfilled:		ded w			w/topsoil		mulche			
			roved			replaced:			ed mulch:		
	Total acres			Topsoil			application	1			
	graded:	fert	ilized	w/		replacement		rate (to			
		apv	d ferti	lizer:		depth (in.):		, i	•		
f	Seed	1 1		Fertilizer				Mulch		•	
	application			application				application			
	method:			method:	1			method:			

	3. Is weed control being conducted in accordance with an approved Weed Control Plan? If "YES", indicate the weed species, control area, control type, application rate and treatment					
14. Is adequate topsoil If "NO", please exp	YES	NO	N/A			
15. Is the reserved tops If "NO" please exp	ee with Rule 3.1.9(1)?	YES	NO	N/A		
16. If mining has exposed groundwater, is the site in compliance with the approved mining plan and Office of the State Engineer (Well Permit, S.W.S.P., and/or Permanent Augmentation Plan)? YES NO N/A						
17. Are all hazardous n	YES	NO	N/A			
18. Is your financial warranty value sufficient to cover the cost to complete reclamation?					N/A	
19. Is your basis for legal right to enter still valid?						
20. Does your permit ro If "Yes", please atta	YES	NO	N/A			
Construction Mater permit boundary, co UPDATED MAP A	rials (C.R.S. 34-32-116 or 34-32.5-12 current affected area boundary and locaTTACHED: te the following permittee contact in	and/or Colorado Land Reclamation A 16), attach a map to this report that ac cation of the acreages specified in iter formation. If this information is not c	curately ns 7- 12	depicts and 14	s the	
Permittee Contact:	Thomas S. Hendricks					
Permittee Company:	Calais Resources Colorado, Inc.					
Address:	P.O. Box 653					
	Nederland, CO 80466-0653					
Phone Number: (303) 258-3953						
Fax Number: (303) 258-0402						
Email Address:	CF.PR.email					
	by state that the information provide ordance with the Division approved to	ed in this report is true and accurate, a mining and reclamation plans.	nd that s	site oper	rations are	
Signature of <u>Permitte</u>	e, Corporate Officer, Owner, or Do	ocumented Designee	Date		_	