

1313 Sherman Street, Room 215 Denver, CO 80203

July 6, 2015

Deb Koenig Crossfire Aggregate Services LLC 820 Airport Road Durango, CO 81303

Re: File No. M-2015-001, Crossfire Bonds Gravel Pit, 112c Decision Letter - Financial and Performance Warranty Request - Construction Material Operation

Deb Koenig:

On July 6, 2015, the Division of Reclamation, Mining and Safety approved your 112c mining permit application.

The amount of financial warranty set by the Division for this operation is \$225,851.57. You must submit a financial warranty in this amount and a performance warranty in order for us to issue a permit. In the event you have requested a financial warranty form, we have enclosed it in this letter. If you have not, please select a type of financial warranty from Rule 4.3. Then contact us so that we can provide you with the appropriate warranty form. We have enclosed a performance warranty form with this letter for your use.

PLEASE NOTE THAT MINING OPERATIONS MAY NOT COMMENCE UNTIL A PERMIT HAS BEEN ISSUED BY THE DIVISION <u>AFTER</u> RECEIPT OF YOUR FINANCIAL WARRANTY AND PERFORMANCE WARRANTY. A PERMIT WILL NOT BE ISSUED UNTIL WE VERIFY THE ADEQUACY OF BOTH YOUR FINANCIAL WARRANTY AND PERFORMANCE WARRANTY.

If you have any questions, please contact me.

Sincerely,

Lucas J. West

Environmental Protection Specialist

cc: Gregg Donaldson, Tegre Corporation

Tegre Corporation

1199 Main Avenue, Ste 101

Durango, CO 81301

