



COLORADO

**Division of Reclamation,
Mining and Safety**

Department of Natural Resources

1313 Sherman Street, Room 215
Denver, CO 80203

January 29, 2016

Mr. Joe Kraig
S & K No. 1, LLC
P.O. Box 49681
Colorado Springs, CO 80949

**Re: Hale Pit aka Earl's Pit, Permit No. M-1981-121;
Financial Warranty Increase, Revision No. SI-2**

Dear Mr. Kraig:

On January 29, 2016 the Division of Reclamation, Mining and Safety increased the current Financial Warranty for this permit to \$17,570.00, in accordance with Rule 4.2.1 of the Rules and Regulations. This is an increase of \$13,820.00.

The Division ordered amendment of the current Financial Warranty, or submittal of a new Financial Warranty reflecting the increase, within 60 days from the date of this letter. If you wish to submit a different type of Financial Warranty, please contact me such that I may send you the applicable form.

If you have any questions or need further information, please contact me at (303)866-3567 x8169.

Sincerely,

Timothy A. Cazier, P.E.
Environmental Protection Specialist

ec: Wally Erickson, DRMS
Barbara J. Coria, DRMS
DRMS file

