

COLORADO Division of Reclamation, Mining and Safety Department of Natural Resources 1313 Sherman Street, Room 215

June 3, 2016

Jack Henris Cripple Creek & Victor Gold Mining Company 100 North Third Street Victor, CO 80860

Denver, Colorado 80203

Re: Receipt of Corrective Action Documentation; Cresson Project; Permit No. M-1980-244

Dear Mr. Henris,

The Division received your above referenced response in regards to the Possible Violation identified in the April 29, 2016 inspection report of the Cresson Project. The status of the corrective actions are listed below.

Possible Violation: Vat Leach Tank #1 of the High Grade Mill has overtopped with process slurry. Among other issues, the Operator failed to maintain the approved capacity of the secondary containment for the cyanidation leach tanks.

On May 31, 2016, the Operator's submitted photographic documentation showing the secondary containment was cleaned out and the approved secondary containment capacity was reestablished. The possible violation is still scheduled to be considered by the Mined Land Reclamation Board, during the June 22-23, 2016 Board meeting, but the corrective action regarding the reestablishment of approved secondary containment capacity <u>has been resolved</u>.

If you need additional information or have any questions, please contact me at Division of Reclamation, Mining and Safety, 1313 Sherman Street, Room 215, Denver, CO 80203, by telephone at **303-866-3567 x8132**, or by email at <u>elliott.russell@state.co.us</u>.

Sincerely,

Elliott R. Russell Environmental Protection Specialist

Cc: Tim Cazier, DRMS Wally Erickson, DRMS

