December 22, 2016

Sean Mello Western Slope Materials, LLC P.O. Box 1319 Carbondale, CO 81623



COLORADO Division of Reclamation, Mining and Safety Department of Natural Resources

1313 Sherman Street, Room 215 Denver, CO 80203

RE: Blue Pit, Permit No. M-1981-207, Transfer of Permit and Succession of Operators Application (SO-3), Approval

Dear Mr. Mello:

On December 22, 2016 the Division of Reclamation, Mining and Safety (Division) approved the Transfer of Permit and Succession of Operators application (SO-3) submitted to the Division on December 13, 2016, replacing Western Slope Aggregates, Inc. as the permit holder for the above stated site, with Western Slope Materials, LLC.

In an effort to ensure the Financial Warranty remains adequate to reclaim the above referenced site per the requirements of the approved Reclamation Plan, the Division has reviewed the reclamation cost estimate. The bond held by the Division to reclaim the above referenced site is adequate and will remain at **\$2,181,971.00**.

The terms of SO-3 will not be finalized until this bond amount is approved by the Division. Please contact Barbara Coria (ph. 303-866-3567, ext. 8148) at the Division of Reclamation, Mining and Safety Denver Office for submittal of the Financial and Performance Warranties.

If you require additional information, or have questions or concerns, please feel free to contact me. Amy Yeldell at the Division of Reclamation, Mining and Safety, 1313 Sherman St., Room 215, Denver, CO 80203. Direct contact can be made by phone at 970-254-8511 or via email at amy.yeldell@ state.co.us

Sincerely,

Amy Geldell

Amy Yeldell Environmental Protection Specialist Department of Natural Resources Division of Reclamation, Mining and Safety Phone: (970) 254-8511 Fax: (970) 241-1516

Ec: Russ Means, Senior EPS, Grand Junction DRMS

