

1313 Sherman Street, Room 215 Denver, CO 80203

January 13, 2017

Mr. Jerald Schnabel Continental Materials Corporation 444 E. Costilla St. Colorado Springs, CO 80903

Re: Daniels Sand Pit 2, Permit No. M-1973-007-SG; Technical Revision Approval, Revision No. TR-5

Dear Mr. Schnabel:

On January 13, 2017 the Division of Reclamation, Mining and Safety approved the Technical Revision application submitted to the Division on November 7, 2016, addressing the following:

Construct new wash fines pond

The terms of the Technical Revision No. 5 approved by the Division are hereby incorporated into Permit No. M-1973-007-SG. All other conditions and requirements of Permit No. M-1973-007-SG remain in full force and effect.

The Division has reviewed the change associated with TR-5 for impacts to the financial warranty and has determined that this change does not require an increase to the current reclamation liability. Therefore, no additional financial warranty is required at this time.

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: DRMS file Andre Laroche, CMC Brandon Heser, CMC