

1313 Sherman Street, Room 215 Denver, CO 80203

February 14, 2017

Mr. Bryce Romig Climax Molybdenum 1746 County Road 202 P.O. Box 68 Empire, Colorado 80438

Re: Climax Molybdenum; Red Mountain Exploration Drilling; File No. P-2011-014 Modification (MD-02); Notice of Intent to Conduct Prospecting Approval Letter

The Division of Reclamation Mining and Safety (Division/DRMS) received your Notice of Intent to Conduct Prospecting Operations (NOI) modification (MD-02) application on November 21, 2016. The NOI modification was reviewed by our office and approved on February 14, 2017.

Final approval for this Notice of Intent to Conduct Prospecting modification is hereby granted and you may commence operations.

Also, in accordance with Rule 5.6, an Annual Report and associated fee of \$86.00 must be submitted on your notice approval anniversary date for each year following the filing of an NOI until reclamation responsibility release is granted. In addition, Rule 5.3.4 requires the prospector to notify the Division of completion of prospecting operations and Rule 5.7 requires the submittal of a final report for drill holes within 60 days of completion of the abandonment for artesian flow holes and within one year of completion of the abandonment for any other drill holes.

If you have any questions, please contact me at <a href="mailto:peter.hays@state.co.us">peter.hays@state.co.us</a> or (303) 866-3567 Ext. 8124.

Sincerely

Peter S. Hays

**Environmental Protection Specialist** 

Ec: Wally Erickson; DRMS

