

1313 Sherman Street, Room 215 Denver, CO 80203

August 9, 2017

Bryan Lees Colorado Calumet Co., Inc. P.O. Box 1169 Golden, CO 80402

Re: Detroit City Mine; DRMS File No. M-2017-003; Waste Rock Sample Analysis

Dear Mr. Lees,

The Division is in receipt of the results of the whole rock analysis and the acid-base accounting (ABA) which were conducted on the waste rock generated from the development of the Detroit City Mine portal. The results show the waste rock has a potential to generate acid. Colorado Calumet Co., Inc. has indicated 20 CY of waste rock will be removed from the site and disposed of at a offsite disposal facility.

The Operator's proposal to remove acid generating material from the mine for offsite disposal represents a change from the approved Mining and Reclamation Plans. The proposed change must be addressed through a Technical Revision. The Operator shall submit a Technical Revision which addresses the offsite disposal of acid generating waste rock. The Technical Revision shall identify the facility which shall receive the waste rock and the Operator will be required to provide the Division with an appropriate chain of custody or receipt to demonstrate the waste rock was appropriately disposed of. In addition, the changes to the portal path shall be addressed through the Technical Revision. The Technical Revision shall be submitted to the Division within 30 days from the date of this letter.

If you have any questions, please contact me at (303)866-3567 x8116.

Sincerely,

Michael A. Cunningham

Environmental Protection Specialist

CC: Wally Erickson, DRMS

Ben Langenfeld, Greg Lewicki and Associates

