



COLORADO

Division of Reclamation,
Mining and Safety

Department of Natural Resources

1313 Sherman St. Room 215
Denver, CO 80203

October 24, 2018

Christopher L. Varra
Varra Companies, Inc.
8120 Gage St.
Frederick, CO 80516

**Re: Varra Resources Project 110 (formerly Dakolios Pit No. 1), Permit No. M-1984-036,
Financial Warranty Reduction Approval, Revision No. SR-02**

Mr. Varra:

On October 24, 2018 the Division of Reclamation, Mining and Safety (Division/DRMS) approved the request for a Financial Warranty Reduction from \$87,200.00 to \$17,000.00. This is a reduction of \$70,200.00. This decision reduces the amount of the financial warranty, and does not approve any release of reclamation responsibility for the tasks associated with this request.

Please provide a rider to the current Financial Warranty, or submit a new Financial Warranty reflecting this reduction. If you wish to submit a different type of Financial Warranty, please contact our office for the applicable form.

If you have any questions, please contact me at peter.hays@state.co.us or (303) 866-3567 Ext. 8124.

Sincerely,

Peter S. Hays
Environmental Protection Specialist

Ec: Bradford Janes, Varra Companies, Inc.
Michael Cunningham, DRMS
Barbara Coria, DRMS

