LKA Gold Incorporated 3724 47th Street Ct NW Gig Harbor, WA 98335 (253) 514-6661

November 27, 2018

Travis Marshall Division of Reclamation Mining & Safety 1313 Sherman Street, Room 215 Denver, CO 80203

RE: Responses - Golden Wonder Mine, Permit No. M-1978-091-UG, Minerals Program Inspection Report Dated 10/24/18 – Corrective Actions

Mr. Marshall,

The following responses to the above referenced Inspection Report are presented in the order presented in your letter of October 24, 2018:

- 1.) Re-tarping of ore piles (replace worn tarps) on both the 3rd and 6th levels of the mine has been completed. See attached photos.
- 2.) Freezing at the mine site, beginning in mid October, has prevented us from taking this corrective action. All mine water discharge was/is frozen including our passive treatment system. We anticipate that we will not be able to accomplish this testing until late April of 2019. At that time, based upon our previous experience, the treated water will be mixing with stormwater runoff from the 6 level pad and Deadman Gulch and can be sampled at the usual discharge sampling point (01A). As you know, this is the point where water from the Diversion Channel, the mine discharge treatment system, and the Gulch converge in a slag/limestone filled sump/weir and are sampled per LKA's discharge permit requirements.

We hope you find our responses to your corrective action requirements sufficient for the time being.

Sincerely,

Kye Abraham, President Re-tarped ore pile 6th Level Pad



Re-tarped ore piles 3 Level Pad

