



## COLORADO

Division of Reclamation,  
Mining and Safety

Department of Natural Resources  
1313 Sherman Street, Room 215  
Denver, Colorado 80203

December 19, 2018

Mark Mayer  
Precision Drilling & Blasting, Inc.  
PO Box 189  
Alma, CO 80420

**Re: Financial Warranty Acceptance and Approval to Commence Prospecting  
Pensauke Lode, File No. P-2018-015**

Dear Mr. Mayer:

On December 19, 2018, the Division of Reclamation, Mining and Safety (Division) applied the submitted One Site Prospecting Financial Warranty Check for Deposit in State Treasury in the amount of \$9,650.00 to File No. P-2018-015. Therefore, final approval from the Division for your Notice of Intent to Conduct Exploration (NOI) at the Pensauke Lode is hereby granted and you may commence prospecting operations at this site.

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 by the Division. Please review Rule 5.7 regarding the required drill hole abandonment report(s) for all drill holes. In addition, Rule 5.3.4 requires the prospector to notify the Division upon completion of the exploration operations. Such notice shall be sent by certified mail and shall be separate from other correspondence.

Please note, the acceptance of this NOI shall not be construed to abrogate the duty of the Prospector to comply with other applicable laws or regulations, including but not limited to all federal, state, or local permits, licenses, or approvals as well as any access agreements, as applicable to the specific operation.

If you need additional information or have any questions, please contact me at Division of Reclamation, Mining and Safety, 1313 Sherman Street, Room 215, Denver, CO 80203, by telephone at **303-866-3567 x8132**, or by email at [elliott.russell@state.co.us](mailto:elliott.russell@state.co.us).

Sincerely,

Elliott R. Russell  
Environmental Protection Specialist

Cc: Michael Cunningham with Division of Reclamation, Mining & Safety

