

Mining and Safety Department of Natural Resources

1313 Sherman Street, Room 215 Denver, CO 80203

January 2, 2019

Connie N. Davis Aggregate Industries - WCR, Inc. 1687 Cole Blvd., Ste. 300 Lakewood, CO 80401

Re: Dahlia North Resources Pit, Acreage Reduction Approval, Permit No. M-1994-093, Revision No. AR-3, Denial of full bond release (SL-01).

Dear Ms. Davis:

On November 29, 2018, the Colorado Division of Reclamation, Mining and Safety ("DRMS") denied the full site release request application (SL-01). However, per our agreement DRMS would partially approve the bond release request to retain a 5.21 acre area within Area 2C while Aggregate Industries - WCR, Inc. worked with the Division of Water Resources to ascertain the augmentation requirements for the 5.21-acre retention area. Given this, DRMS has approved an acreage reduction of 83.95 acres from further reclamation responsibility. A map depicting the retention area was included in your letter dated November 13, 2018 received by DRMS on November 20, 2018. In order to track the bond release approval, the Division initiated and approved an acreage reduction request.

The permit area was reduced to 5.21 acres, through the release of 83.95 acres in this permit action. Because the permit is not totally released, you are still liable for filing annual reports and fees. In addition, DRMS approved your financial warranty reduction request. The liability has been reduced to \$100,000.00. You may provide this letter to your surety company and submit a decrease bond rider to DRMS.

If you have any questions, please contact me.

Sincerely,

Jared L. Ebert **Environmental Protection Specialist**

C-RV-06C