

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

April 22, 2019

Jim Reed 2nd Generation Mining, LLC 14454 Cottage Grove Baxter, MN 56425

Re: Decision Letter - Financial and Performance Warranty Request JJ Collecting Project #1, M-2018-064

Mr. Reed:

On April 22, 2019, the Division of Reclamation, Mining and Safety approved your 110(1) mining permit application.

The amount of financial warranty set by the Division for this operation is \$6,500.00. You must submit a financial warranty in this amount and a performance warranty in order for us to issue a permit. In the event you have requested a financial warranty form, we have enclosed it in this letter. If you have not, please select a type of financial warranty from Rule 4.3. Then contact us so that we can provide you with the appropriate warranty form. We have enclosed a performance warranty form with this letter for your use.

PLEASE NOTE THAT MINING OPERATIONS MAY NOT COMMENCE UNTIL A PERMIT HAS BEEN ISSUED BY THE DIVISION <u>AFTER</u> RECEIPT OF YOUR FINANCIAL WARRANTY AND PERFORMANCE WARRANTY. A PERMIT WILL NOT BE ISSUED UNTIL WE VERIFY THE ADEQUACY OF BOTH YOUR FINANCIAL WARRANTY AND PERFORMANCE WARRANTY.

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.

Sincerely,

Elliott R. Russell

Environmental Protection Specialist

Enclosures

ec: Jim Reed, mac.reed@icloud.com

Jeff Schimel, jschimel@ualberta.ca Michael Cunningham with DRMS Amy Titterington with USFS

