



June 29, 2020

Richard Mittasch  
Calais Resources Colorado, Inc.  
P.O. Box 3395  
Nederland, CO 80466

**RE: Cross Gold Mine, Permit No. M-1977-410, Incomplete Application for Transfer of Permit and Succession of Operators, SO-02**

Mr. Mittasch:

The Division of Reclamation, Mining and Safety (Division) has reviewed the completeness items you submitted for the Application for Transfer of Permit and Succession of Operators (SO-02) from Calais Resources Colorado, Inc. to Grand Island Resources, LLC.

After reviewing the materials provided, the Division has determined the following items are required for the application to be considered complete for processing:

- 1) On Page 6, under Designation of Review Timeline, you have chosen Option 2, to maintain your right to a decision on the application within 30 days. This means the Division will recalculate the required Financial Warranty after issuing its decision on the application. In this case, the Prospective Successor must submit a conditional replacement Financial Warranty in the amount of the Permittee's current Financial Warranty (\$31,500.00) as part of the application.

While the Rider provided on June 17, 2020 is sufficient for changing the name on the existing Corporate Surety to the Prospective Successor, the amount of this surety (\$15,400.00) does not fulfill the current Financial Warranty requirement for this permit (\$31,500.00). Therefore, the Prospective Successor must submit a Rider on the existing Corporate Surety for the additional \$16,100.00 or provide a separate form of Financial Warranty (e.g., Check for Deposit, Irrevocable Letter of Credit, Certificate of Deposit) that covers this additional amount.

Additionally, the Prospective Successor must provide a properly executed Financial Warranty form for each type of Financial Warranty submitted, including for the existing Corporate Surety. An Affidavit of Authority must also be submitted to confirm the legal authority of the individual signing all Financial Warranty documents to the Division.

The Affidavit of Authority form and all Financial Warranty forms are available for download from our website at: <https://www.colorado.gov/pacific/drms/minerals-program-forms>.

Your application will not be considered complete until all deficiencies identified above have been addressed. Please submit all required completeness items by **July 29, 2020**.



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Page 2 of 2

If you have any questions, you may contact me by telephone at (303) 866-3567, ext. 8129, or by email at [amy.eschberger@state.co.us](mailto:amy.eschberger@state.co.us).

Sincerely,

A handwritten signature in blue ink that reads "Amy Eschberger". The signature is written in a cursive, flowing style.

Amy Eschberger  
Environmental Protection Specialist

Cc: Michael Cunningham, DRMS