



August 15th, 2022

Mr. Lucas West
Colorado Division of Reclamation Mining and Safety
1313 Sherman Street, Rm 215
Denver, CO 80203

**Subject: Temporary Pause on Completion of TR-14 & TR-15
DRMS Permit No. M-2012-032
Revenue Mine, Ouray County, Colorado**

Dear Mr. West,

Ouray Silver Mines, Inc. (OSMI) is requesting approval from the Division of Reclamation Mining and Safety to temporarily pause completion of tasks required by Technical Revision 14 (Reagent Room) and Technical Revision 15 (Mill Recertification) to Permit No. M-2012-032 as the mine enters Temporary Cessation (TC) status. OSMI's notice of TC will be submitted to DMRS on or before August 20, 2022.

The Revenue Mine ran into financial difficulties in late 2021, which resulted in a series of reductions in workforce in November 2021 and January and February 2022. The mine has been in Receivership since July 7, 2022. As a result, OSMI lacks the financing available to complete construction of the mill at this time. The company does have a plan for resumption of mining and milling once the mine is under new ownership. Prior to startup of the mill, OSMI will complete the following TR-related tasks:

- TR-14 Reagent Room
 - Complete remaining inspections
 - Secondary Containment
 - Equipment Placement
 - Final Inspection
 - Submit as-built drawings
- TR-15 Mill Recertification
 - Complete final process water characterization
 - Complete final tailings characterization
 - Submit zinc concentrate SDS
 - Submit redline drawings of the mill to show changes made from original designs

We appreciate DRMS's consideration. If you have any questions on the information contained in this cover letter or attached form or require additional information, please contact us at 970-325-9870.

Sincerely,



Poppy Staub
VP Environment and Government Affairs
Ouray Silver Mine Inc

Cc: Amy Yeldell, DRMS
Todd Jesse, OSMI
Alex Smith, Alliance Mgmt