

L.G. EVERIST, INC. ROCK SOLID SINCE 1876

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September 19, 2023

Division of Reclamation, Mining and Safety 1313 Sherman Street, Room 215 Denver, CO 80203

RE: DRMS Annual Report - Carr Gravel Resource, Permit M-1988-048 Anniversary Date: September 22 Annual Fee: \$791 + online processing fees

Dear Division:

L.G. Everist, Inc. respectfully submits this cover letter and map to accompany the online submittal of the DRMS Annual Report for Carr Gravel Resource, DRMS Permit # M-1988-048. The annual fee is paid online with a credit card as part of the online report submittal.

L.G. Everist's Carr Gravel Resource permit area is 521 acres. The current permit boundary is shown on the attached **Map Exhibit C1 - Mining Plan Map**. The mine site permit area is south-east of the Town of Carr, located in parts of Section 1, Township 10 North, Range 67 West, 6th P.M., Weld County.

In July-2023, we submitted a Notice of Temporary Cessation (TC) to the DRMS, which was acknowledged and granted. Mining operations and product sales are temporarily ceasing due to lack of market demand. Mining operations will resume when local market demand increases, or we have sales contracts to fulfill. Prior to mining resuming, we will notify the DRMS. When mining resumes, it would be done as per the permit, using loaders and/or excavators. (No explosives.) Portable equipment would be used for any material processing.

As part of the permit review with the TC, the DRMS reviewed and increased the financial warranty on the site. We have submitted the financial warranty (bond) increase to the DRMS, and are waiting for it to be finalized by the DRMS (sometime in September or October 2023).

There is no mining or processing on site - as per the terms of Temporary Cessation. The mine, plant site, and storage areas are shown on the attached Mining Plan Map. The permit site is inspected regularly to ensure compliance with multiple permit and safety requirements. Areas on the site where the mining has already been completed have been partially reclaimed - the areas have been topsoiled, seeded, and grass is slowly growing. Weeds are controlled as needed throughout the site with spraying and mowing as per the permit and state and county weed management requirements.

If you have questions, please feel free to contact me by email (Imshults@lgeverist.com), or telephone (office-303286-2247, mobile-303-514-2778).

Sincerely,

Lynn Mayer Shults Regulatory Manager

Attachments: - Exhibit C-1 - Mining Plan Map

