

STATE OF COLORADO

DIVISION OF RECLAMATION, MINING AND SAFETY

Department of Natural Resources

1313 Sherman St., Room 215

Denver, Colorado 80203

Phone: (303) 866-3567

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John W. Hickenlooper
Governor

Mike King
Executive Director

Loretta E. Piñeda
Director

March 29, 2012

Peter Babin
CalX Minerals, LLC
2080 West Hamilton Place
Sheridan, CO
80110

RE: Mid-Continent LST, File No. M-1982-121, Notice of Formal Public Hearing

Dear Mr. Babin:

As you know, on November 2, 2011 the Division of Reclamation, Mining and Safety (Division) mailed notice to you requiring that a financial warranty increase in the amount of \$81,653.00 be submitted to the Division within 60 days of the notice for the above noted operation. To date, the required financial warranty has not been submitted to the Division.

A *Reason to Believe a Violation Exists* letter was mailed on January 19, 2012, noticing you of a possible violation of C.R.S. 34-32.5-117(4)(c)(II) and Rule 4.2.1(2) of the Construction Materials Rules and Regulations, and the Formal Public Hearing regarding the matter which was scheduled for March 14-15, 2012. The matter was continued, and has therefore been rescheduled to occur during the April 11-12, 2012 Mined Land Reclamation Board Meeting. The hearing will be held in Room 318 of 1313 Sherman Street, Denver, Colorado, beginning at 9:00 a.m. or as soon thereafter as the matter can be considered.

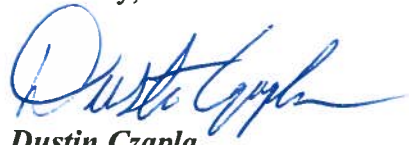
If you require additional information, have questions or concerns, please contact me at the DRMS Grand Junction Field Office.

CalX Minerals, LLC

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Sincerely,



Dustin Czapla

Environmental Protection Specialist

Department of Natural Resources

Division of Reclamation, Mining and Safety

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