

Environmental Support for:

- Transportation
- Land Development
- Mining
- Industry

April 26, 2012

Michael Cunningham Environmental protection Specialist Colorado Division of Mining Reclamation & Safety 1313 Sherman St., Room 215 Denver, Colorado 80202

Re: Update on Brownwood Pit M-1979-059, Unresolved Problems

Dear Michael,

The final revision for the Temporary Substitute Supply Plan was submitted to the SEO in early April. We expect the final approval to be forthcoming. Additionally, we are working with the SEO to dedicate water rights to the plan as an option to cover potential DRMS liability.

Sincerely,

Peter Wayland President

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