

Via Email and U.S. Mail

May 21, 2012

Colorado Department of Public Health and Environment Water Quality Control Division / WQCD-B2-CAS Compliance Assurance Section Attention: Michael Harris 4300 Cherry Creek Drive South Denver, CO 80246-1530

Subject:

April 2012 Surface Water Monitoring Data for Sampling Stations SW-AWD and

SW-BPL on Ralston Creek "upstream" of the Schwartzwalder Mine

References:

Paragraph 26, WQCD Notice of Violation/Cease and Desist Order, Number:

IO-100601-1, June 1, 2010

Dear Mr. Harris:

Per Paragraph 26 of the above referenced Order, please find enclosed data reports from Energy Laboratories as received by Cotter Corporation (N.S.L.) for surface water sampling conducted in April 2012 at monitoring stations SW-AWD and SW-BPL at the Schwartzwalder Mine.

If you have any questions, please contact me at 719-275-7413 (ext. 202).

Sincerely,

John S. Hamrick

Vice President, Mill Operations

Enclosures

cc:

Daniel J. Arnold, Esq. (Denver Water)

Tom Kaldenbach (DRMS)

Mr. Michael Harris May 21, 2012 Page 2

Certification

I certify under penalty of law that this document and all attachments were prepared under my direction or supervision in accordance with a system designed to assure that qualified personnel properly gather and evaluate the information submitted. Based on my inquiry of the person or persons who manage the system, or those persons directly responsible for gathering the information, the information submitted is, to the best of my knowledge and belief, true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprisonment for knowing violations.

John S. Hamrick

Vice President, Mill Operations