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 FAX: (303) 832-8106



June 4, 2012

Robert Gydesen Colorado Mining and Exploration, LLC 502 South Wisconsin Ave. Gunnison, CO 81230 John W. Hickenlooper Governor

Mike King Executive Director

Loretta E. Piñeda Director

Re: Crystal Hill Project, NOI File No. P-2012-010, Receipt of New Notice of Intent.

Dear Mr. Gydesen,

The Division received the packet containing materials for the new NOI named above on May 31, 2012. The NOI submittal included a financial warranty form indicating that a \$4,000 check would be submitted, but the check has yet to be provided. Also, there was no check included for the application fee of \$86 for this new NOI. These two missing items are considered to be deficiencies of the NOI.

The Division is currently reviewing the new NOI for technical deficiencies, and will contact you soon in regard to any such items. The NOI materials that were contained on Form 2 and the oversized map are "non-confidential," and will be placed on our website for public review.

Until you are notified by this office that all deficiencies are addressed, no prospecting activity may occur.

I will contact you if there are further questions. You may continue to send the checks mentioned above, and other future submittals concerning this project, directly to me at the Division's Durango Field Office: 691 CR 233, Room A-2, Durango, CO 81301. Please include the file number shown above on all submitted materials.

If you have any questions you may reach me at the Durango Field Office (above) or by phone: 970-247-5193.

Sincerely,

Bob Oswald

Environmental Protection Specialist

Ec: Steve Shuey, DRMS Grand Junction

(c:\12-06 docs\Crystal Hill NOI Rcpt/rco)