



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Tres Rios Field Office
29211 Highway 184
Dolores, Colorado 81323



In Reply Refer To: 3809
(COC-52049)

June 4, 2012

Robert Oswald
Colorado Division of Reclamation, Mining and Safety
691 CR 233, Suite A2
Durango, CO 81301

RECEIVED
JUN 06 2012
Durango Field Office
Division of Reclamation,
Mining and Safety

✓
RE: Topaz Mine (COC-52047) – DRMS Permit No – M-1980-055 HR – Notice of Financial Warranty Increase

Dear Mr. Oswald,

BLM concurs with your recommendation to increase the Financial Warranty for the Topaz Mine to \$94971.00, as per your letter to Christie Woodward of Denison Mines, dated May 23, 2012, as well as the original bond calculations from March 23, 2012. It is our understanding that this bond revision covers reclamation of the existing Topaz disturbance only as it occurs on the ground today, except that it would also cover the disturbance for additional monitoring wells that have been proposed in support of BLM's ongoing Sunday-Topaz environmental assessment, and additional vent shafts, some of which have not been drilled. Furthermore, we understand that Denison will be submitting a modification at some time in the near future to re-adjust the \$91971 amount to account for those vent shafts which have not yet been constructed and therefore do not represent an outstanding bond liability, after this bond has been accepted. This concurrence letter does not constitute an approval of any activities proposed under the ongoing Sunday-Topaz mines EA.

If you have any questions regarding this, please contact James Blair at 970-882-6862

Thank you.

Sincerely,

Connie Clementson
Field Manager

CC: Christie Woodward, Denison Mines
COSO