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



John W. Hickenlooper Governor

Mike King Executive Director

Loretta Piñeda Director

June 20, 2012

Bill Tezak Colorado Quarries Inc 270 S 15th St Cañon City, CO 81212

Re: Permit No. M-1992-058, Revision No. CN-01 Mica White, Conversion <u>Conditional</u> Approval

Dear Mr. Tezak:

On June 20, 2012 the Division of Reclamation, Mining and Safety approved, with conditions, the Conversion application submitted to the Division on February 17, 2012, addressing the following:

Conversion from a 110c Application to a 112c Application.

The terms of Conversion No. 1 (CN-01), with conditions, approved by the Division are hereby incorporated into Permit No. M-1992-058.

The <u>conditions</u> of the Division approval are noted below as Stipulation No. 1. Please note that all other provisions of Permit No. M-1992-058 remain in full force and effect.

Stipulation No. 1 Description

The Operator shall not affect any area inside the additional area approved in CN-01 where BLM right-to-enter has not been obtained, until the Operator obtains from the BLM the legal right-to-enter that additional area; <u>and</u> the Operator submits to the Division documentation of that right-to-enter for insertion in Exhibit N of the reclamation permit.

The revised estimated liability amount of \$184,720.00 surety exceeds the \$16,147.00 performance bond currently held. If you have not already done so, please submit additional bond in the amount of \$168,573.00. The revision will not be final until the bond is approved by the Division. Please note the revised estimated liability amount of \$184,720.00 includes the cost of reclamation efforts for the additional 23.7 acres proposed to be affected at the Mine Site in the conversion application.

Please acknowledge your acceptance of the terms and conditions stated above by signing for the Operator on the designated signature line at the end of this letter and returning a copy to the Division on, or before the Decision Date, June 25, 2012. Failure to do so by June 25, 2012 may lead to the denial of this conversion application.

Mr. Bill Tezak Page 2 June 20, 2012

If you have any questions, please contact me.

Sincerely,

Timothy A. Cazier, P.E. Environmental Protection Specialist

(CDIDVADA DUAVICS clac) I, Bill TEZAK (PRINTED Operator/applicant Name) acknowledge and will adhere to the terms and conditions stated in this letter.

10 Date: 6-25-62 Signed:

Tom Kaldenbach, DRMS cc: Stephanie Carter, BLM