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

September 13, 2012

Raymond G. Dubois Cripple Creek & Victor Gold 100 N. Third Street P. O. Box 191 Victor, CO 80860-0191

Re: Cresson Project; DRMS File No. M-1980-244, Revision No. AM-10; Stipulation No. 24 - Requested Weekly CQA Reports For the Placement of Select Overburden

Dear Mr. Dubois:

On September 21, 2012 the Division of Reclamation, Mining and Safety (Division) met with Ken Engquist, Mark Vanoni (both representing CC&V), Joe Hickey, and Jay Moore (both representing AMEC) to discuss quality assurance procedures and engineering review related to the placement of select overburden used as the foundation for the new mill. The Division has also reviewed the weekly construction quality assurance (CQA) reports submitted by CC&V for weeks ending December 10, 2011 through September 8, 2012.

Based on discussions during the September 21, 2012 meeting and the Division's review of the weekly CQA reports, the conditions set forth under Stipulation No. 24 have been met. As such, CC&V may proceed with placement of the liner system that is not related to the construction of the new mill or the construction of the SGVLF (related to Stipulation No. 25). Liner related to the construction of the new mill and/or the SGVLF may not be placed until the conditions set forth under Stipulation No. 25 have been met.

If you have any questions, please contact me.

Sincerely,

Timothy A. Cazier, P.E.

Environmental Protection Specialist

Enclosure

ec: Tom Kaldenbach, DRMS Timm Comer, CC&V Ken Engquist, CC&V