December 3, 2012

Phillips County 221 S. Interocean Ave. Holyoke, CO 80734

FINAL NOTICE

Please be advised that according to records of the Division of Reclamation, Mining and Safety (the "Division") the annual fee and report listed below is past due.

The Division <u>must</u> receive all fees due, accompanied by an adequate report, no later than 5 p.m. on <u>January</u> 2, 2013, or a Notice of Violation, Cease and Desist Order from <u>ALL</u> mining related activities, Civil Penalties equal to the amount of the annual fee due, and a Notice of Formal Public Hearing before the Mined Land Reclamation Board for consideration of <u>POSSIBLE PERMIT REVOCATION</u> will be issued for this account.

The Annual Report and Fee requirement is not met until we have received the following components: <u>fee,</u> <u>report, and associated map. If no new disturbances or reclamation have occurred during the previous year</u> <u>and no new changes to the previous year's map are necessary, then no new map is required, provided that</u> <u>the Operator shall state this in the Annual Report</u>.

Division records indicate \$323.00 is due.

Permit No. :	M-1989-095
Operation Name:	Schneller Clay Pit
Anniversary Date:	November 27, 2012
Total:	\$323.00 (Due on or before)

If your records indicate different facts than those stated above please inform the Division no later than <u>January 2</u>, <u>2013</u>. If you receive this notice and you have mailed your payment and report to the Division, please disregard this notice. The Division appreciates your prompt attention in this matter.

Any questions concerning your annual report or fees, may be directed to Christine Brookshire at (303) 866-3567 ext. 8132 or Jim Dupler (303) 866-3567 ext. 8119.

Make checks payable to the Division of Reclamation, Mining and Safety.