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

March 1, 2013

Wilbur F. Benham Wilbur F Benham 1012 Kennedy Dr., Apt A Norton, KS 67654



John W. Hickenlooper Governor

Mike King Executive Director

Loretta E. Pineda

Toltec No 2, Permit M-1984-039, Annual Fee Invoice and Report Request

PLEASE READ CAREFULLY – ACTION REQUIRED Please attach your COMPLETED written Annual Report and Annual Report Map to this form

Under the terms of your NOI or Reclamation Permit and Colorado Statutes, you must submit Annual Fees and Annual Reports (including a map). You must pay the Annual Fee and submit an Annual Report each year until reclamation responsibility release is granted. The Annual Fee is not a renewal fee. The Fee and Report are for LAST YEAR'S mining and reclamation season, and MUST be paid even if your operation was inactive.

The Annual Report and Fee requirement will be considered submitted when we have received the following components:

- 1. <u>APPROPRIATE ANNUAL FEE</u>
- 2. COMPLETED ANNUAL REPORT
- 3. ASSOCIATED MAP as required by rule

If you have requested reclamation responsibility release from the Division of Reclamation, Mining and Safety (the "Division") but your permit is not released by the anniversary date listed below, the Annual Fee MUST be paid. If the permit is released before the anniversary date, then by Statute, it is not necessary to pay an Annual Fee or submit an Annual Report for that year.

Division records indicate the \$259.00 fee is due for the following:

Permit: M-1984-039 Operation Name: Toltec No 2 Anniversary Date: April 25, 2013

Total Fee Due: \$259.00 (Due on or before your Anniversary Date)

Return the enclosed <u>Annual Report FORM</u>, a <u>MAP</u>, and a <u>CHECK</u> or <u>MONEY ORDER</u> made payable to: Division of Reclamation, Mining and Safety, 1313 Sherman St., Room 215, Denver, CO 80203. If your records indicate these documents and fees have already been submitted, please notify the Division.

If you have additional comments and/or information that should be provided to the Division, please provide it below or attach it to this form along with your written report and map. Annual Report instructions are enclosed. If you have any questions, please feel free to contact Jim Dupler (303)866-3567 x8119 or Christine Brookshire (303)866-3567 x8132. Thank you for your cooperation in this matter.

IF THE ANNUAL FEE SUBMITTALS ARE NOT RECEIVED ON OR BEFORE YOUR ANNIVERSARY DATE, THE ENFORCEMENT PROCESS WILL AUTOMATICALLY BE INIATIED. ENFORCEMENT ACTIONS MAY RESULT IN CIVIL PENALTIES AND/OR REVOCATION OF YOUR PERMIT.

110(2) Annual Report

| Permittee Name: | Wilbur F Benham | Permit Number: | M-1984-039 |
|-----------------|-----------------|-------------------|----------------|
| Operation Name: | Toltec No 2 | County: | San Juan |
| Annual Fee Due: | \$259.00 | Anniversary Date: | April 25, 2013 |
| Permit Acreage: | 8.00 | Current Bond Amt: | \$2,500.00 |

According to C.R.S. 34-32.5-116 or 34-32-116, each year, on the anniversary date of the permit, an operator shall submit the Annual Fee, an Annual Report and Map showing the extent of current disturbances to affected land, required monitoring information, reclamation accomplished to date and during the preceding year, any new disturbance that is anticipated to occur during the upcoming year, any reclamation that will be performed during the upcoming year, the dates for the beginning of active operations, and the date active operations ceased for the year.

Information contained in this report will be reviewed by the Division upon receipt and prior to the next compliance inspection of the site. If, while completing this report, you learn that your site is not in compliance with the rules and the act, it is advisable that the issues be rectified promptly to avoid possible enforcement action.

| | | | | | _ | | _ | | | | | | | |
|--|---|---|------------|-------------|--------------|------|-----------------------------|------------|---------|----------|--------|----------|----------|----------|
| 1. | Is the site identi | Is the site identification sign posted in accordance with Rule 3.1.12(1). | | | | | | | | | Yl | ES | NO | |
| 2. | . Is the affected area boundary clearly marked in accordance with Rule 3.1.12(2). | | | | | | | | | | Yl | ES | NO | |
| 3. | . Is the mine site in final reclamation (all material extraction and stockpile removal is complete) If "YES," please note time limits related to completion of reclamation, Rule 3.1.3. | | | | | | | | lete)? | Yl | ES | NO | | |
| 4. What was the date of last excavation, processing or hauling activity at the mine? | | | | | | | | | | | | | | |
| 5. | Does the mine operate more than 180 days per year If "NO", please review Rule 1.13 to assure that your mine is in compliance. | | | | | | | | | Yl | ES | NO | | |
| 6. | Has this mine b | een granted | | | | | RARY CESSAT MITTENT OPER | | | ? | | YI YI | ES ES | NO NO |
| 7. | Number of acre | s currently | affected | (mining + | incon | nple | te and or unrelea | ased | reclam | ation). | | | | |
| 8. | Number of acre | s that were | newly af | fected du | ring th | e cu | rrent report year | r . | | | | | | |
| 9. | Number of acre | s that were | reclaime | d during t | he cur | rent | report year. | | | | _ | | | |
| 10. | . Estimated new | acreage to l | e affecte | ed in the n | ext rep | port | year. | | | | | | | |
| 11. | . Estimated acres | to be recla | imed in t | he next re | port y | ear. | | | | | | | | |
| 12 | . Total acres in v | zarione etac | es of rec | lamation | cinca | narn | nitted mining act | tixzit | iac hag | an• | | | | |
| ΙΔ, | Total acres | | Total acr | | Silico | pern | Total acres | LIVIL | | Total a | cres | | | |
| | backfilled: | | seeded w | | | | w/topsoil | | | mulche | | | | |
| | | | approved | | | | replaced: | | | | ed mul | ch: | | |
| | Total acres | | | Topsoil | Mulch appl | | | | | | | | | |
| | graded: | | fertilized | w/ | | | replacement | | | rate (to | | | | |
| | | apvd fertilizer: | | | depth (in.): | | | ` | • | | | | | |
| | Seed | • | | Fertilize | r | | | | Mulch | | | | | |
| | application | application application application | | | | | | | | | | | | |
| 1 | mothod: | | | mathad | | | | | mathad | 1. | l | | | |

| | ng conducted in accordance with a | an approved Weed Control Plan? atrol type, application rate and treatn | YES | NO | N/A |
|--|--|---|--------------------|------------|-----------------|
| 14. Is adequate topsoil If "NO", please ex | YES | NO | N/A | | |
| 15. Is the reserved tops If "NO" please exp | YES | NO | N/A | | |
| Č i | sed groundwater, is the site in commit, S.W.S.P., and/or Permanent A | apliance with the approved mining pl Augmentation Plan)? | lan and Off YES | ice of the | he State N/A |
| 17. Are all hazardous r | YES | NO | N/A | | |
| 18. Is your financial w | YES | NO | N/A | | |
| 19. Is your basis for leg | YES | NO | | | |
| 20. Does your permit r If "Yes", please att | nformation annually? s to this Annual Report. | YES | NO | N/A | |
| boundary and locat | tion of the acreages specified in ite ate the following permittee contact | ccurately depicts the permit boundar ms 7- 12 and 14. UPDATED MAP information. If this information is referred. | ATTACHE | ED: | |
| Permittee Contact: | Wilbur F. Benham | | | | |
| Permittee Company: | Wilbur F Benham | | | | |
| Address: | 1012 Kennedy Dr., Apt A | | | | |
| | Norton, KS 67654 | | | | |
| Phone Number: | (785) 874-8080 | | | | |
| Fax Number: | | | | | |
| Email Address: | CF.PR.email | | | | |
| | eby state that the information provi ordance with the Division approve | ded in this report is true and accurated mining and reclamation plans. | e, and that | site ope | erations are |
| Signature of <u>Permitte</u> | e, Corporate Officer, Owner, or | Documented Designee | Date | | _ |