

STATE OF COLORADO

DIVISION OF RECLAMATION, MINING AND SAFETY

Department of Natural Resources

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Governor

Mike King
Executive Director

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Director

March 19, 2013

Mr. J.R. Fullmer
Nest Egg Ventures
820 W. Tomichi Ave.
Gunnison, CO 81230

Re: Gold Eagle Notice of Intent (NOI), File P-2013-001, Technical Review Letter

Dear Mr. Fullmer,

The Division has reviewed the materials you submitted in the Gold Eagle Notice of Intent to Conduct Prospecting (NOI) named above. The initial NOI submittal did not include a financial warranty, but the Division will estimate the reclamation costs and inform you what the required amount will be. Besides the lack of a financial warranty, there are also several other deficiencies that the Division has identified. We ask you to please address each of the items listed below.

The location description states that the Gold Eagle patented claim #12717 is in Section 13, Township 50 N, Range 3 E, and a site is marked thus on the USGS location map in your NOI. The earlier NOI submittal (in January 2013) stated that the location was in Section 13, Township 50N, Range 3 ½ E, which is consistent with the Gunnison County Assessor's recording of the claim, though it differs from this current submittal. Please clarify which Range the project site is located in, and provide a corrected location map if necessary.

The NOI packet included a location map, but a more-detailed map of the site is required. Please provide a larger-scale map of the site, showing the adit to be opened, the waste rock dump, the proximity to the intermittent creek in Dutch Gulch, vehicular access road or trail, and any structures that may be close.

Will all prospecting activity occur on the Gold Eagle claim? Since this adit feature is presumed to be in the northern end of the Gold Eagle patented claim and there are other claims that abut this one, please also include on the map the Gold Eagle claim boundary, at least sufficient to show where all prospecting disturbances will occur. Finally, since the site is known to be sloped and near the intermittent stream, please include on the map sufficient information to indicate the direction and rate of slope of the surface.

The project area is described as 0.10 acres. If the project site is on a hill slope, it is important to include in your NOI sufficient planning to control disturbances on the project area. Please state how and where the rock and debris removed from the caved portal will be managed and contained.

Also, please state whether there is any indication that there is water impounded behind the earthen material currently plugging the portal, such as a visible seep or spring at or below the portal or waste dump location. Please be aware that if there is a mine pool suspected in the adit, which could be released to the surface

upon re-opening the portal, this office cannot approve the NOI without a detailed plan for control and treatment of discharge water. Please comment.

The plan describes re-opening a collapsed adit by use of a backhoe or similar equipment. This implies that the adit is accessible by tracked or wheeled equipment. The NOI states that no new roads will be needed. Will there be any need to improve existing roads or trails?

Please respond to each of these items, and provide two copies of all response materials. Your responses will be valuable to the Division in determining an appropriate bond amount for this project. At this time, it may be helpful for you to review the various types of bonds that the Division accepts; the prospecting financial warranty forms are available on the Division's website: <http://mining.state.co.us>.

The Division's decision date has been set for April 5, 2013. Please try to provide your responses by that date. If additional time is needed, please contact me to discuss an extension.

The Division received a letter of comment during the comment period, a copy of which is enclosed herewith, for your information.

If you have questions, I may be reached at the Division's Durango Field Office: 691 CR 233, Room A-2, Durango, CO 81301; telephone 970-247-5193. I look forward to receiving your response materials.

Sincerely,

A handwritten signature in black ink, appearing to read "Bob Oswald", with a stylized, cursive script.

Bob Oswald
Environmental Protection Specialist

Encl: 3/13/13 letter of comment received

(c:\13-01 docs\Gold Eagle NOI adq1/rco)