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 M. Clement Executive VP & General Council Ouray 79 Mining, LLC P.O. Box 1917 Forney, TX 75126



John W. Hickenlooper Governor

Mike King Executive Director

Loretta E. Piñeda Director

Via US Mail and Fax (972) 564-2190

RE: Inspection Scheduled for Wanakah Mine, NOI File No. P-2013-009

Dear Mr. Clement:

On May 17, 2013, the Division of Reclamation, Mining and Safety (Division) received the Notice of Intent to Conduct Prospecting (NOI) for the Wanakah Mine. The non-confidential Form 2 was posted on the Division's web site on May 20, 2013. The public comment period for the NOI will close 10 working days after the posting date, by close of business on June 4, 2013.

The Division is reviewing the NOI application and will contact you within 20 working days of the posting date, by June 18, 2013, regarding any deficiencies for the NOI application. At this time you are not authorized to commence the proposed prospecting activities, pursuant to Rule 5.1.3(a).

As part of the Division's review process of the application the Division intends to conduct an onsite inspection on June 4, 2013, commencing at 3:30 pm. Your participation in the inspection is encouraged but not required.

Please contact me at the Division's office in Durango at 691 County Road 233, Suite A-2, Durango, Colorado 81301, phone (970) 247-5469, if you have any questions.

Sincerely,

Wellard Sh

Wallace H. Erickson Environmental Protection Specialist

ec: Russ Means, DRMS GJFO