



United States  
Department of  
Agriculture

Forest  
Service

Alaska Region  
Tongass National Forest

648 Mission Street  
Ketchikan, AK 99901  
Phone: (907) 225-3101  
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File Code: 2840

Date: July 24, 2013

Kevin Eppers  
Environmental Manager  
Coeur Alaska  
3013 Clinton Drive, Suite 202  
Juneau, AK 99801

Dear Mr. Eppers:

This letter is to inform you that I am in receipt of three surety bonds from Coeur Alaska. These bonds are:

Bond #: ESD21811281 from National Union Fire Insurance Company of Pittsburgh, PA in the amount of \$10,337,561

Bond #: 39S204970 from Liberty Mutual Insurance Company in the amount of \$9,194,725

Bond #: SU27806 from Aspen American Insurance Company in the amount of \$9,194,725

These bonds total \$28,727,011, in conformance with the Forest Service Reclamation Plan and Cost Estimate approval issued on May 3, 2013. Each of the individual bonds conform with guidance established on Department of the Treasury Circular 570, and as such, I accept these bonds in fulfillment of Coeur's obligation to provide financial assurance for reclamation under 36 CFR 228.13.

As we agreed, the total bond may be reduced by a lump sum of \$695,000 once Coeur establishes a mechanism to fund the long term inspection, maintenance, and monitoring of the Tailings Treatment Facility dam and roads in perpetuity.

I appreciate your hard work and cooperation with us to complete the Reclamation Plan update and Cost Estimate review. If you have any questions, please call me at 907-228-6200 or Sarah Samuelson at 907-789-6274.

Sincerely,

FORREST COLE  
Forest Supervisor

