




COLORADO DIVISION OF RECLAMATION, MINING AND SAFETY
MINERALS PROGRAM INSPECTION REPORT
PHONE: (303) 866-3567

The Division of Reclamation, Mining and Safety has conducted an inspection of the mining operation noted below. This report documents observations concerning compliance with the terms of the permit and applicable rules and regulations of the Mined Land Reclamation Board.

MINE NAME: Gold Links Mine	MINE/PROSPECTING ID#: M-1987-143	MINERAL: Silver and gold	COUNTY: Gunnison
INSPECTION TYPE: Monitoring	INSPECTOR(S): Bob Oswald	INSP. DATE: October 11, 2013	INSP. TIME: 10:00
OPERATOR: CRG Mining, LLC	OPERATOR REPRESENTATIVE: Bob Gydesen, Jake Wilkinson	TYPE OF OPERATION: 110(2) - Hard Rock Limited Impact	

REASON FOR INSPECTION: Normal I&E Program	BOND CALCULATION TYPE: None	BOND AMOUNT: \$2,800.00
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: None	JOINT INSP. AGENCY: None
WEATHER: Cloudy	INSPECTOR'S SIGNATURE: 	SIGNATURE DATE: November 25, 2013

GENERAL INSPECTION TOPICS

This list identifies the environmental and permit parameters inspected and gives a categorical evaluation of each. No problems or possible violations were noted during the inspection. The mine operation was found to be in full compliance with Mineral Rules and Regulations of the Colorado Mined Land Reclamation Board for the Extraction of Construction Materials and/or for Hard Rock, Metal and Designated Mining Operations. Any person engaged in any mining operation shall notify the office of any failure or imminent failure, as soon as reasonably practicable after such person has knowledge of such condition or of any impoundment, embankment, or slope that poses a reasonable potential for danger to any persons or property or to the environment; or any environmental protection facility designed to contain or control chemicals or waste which are acid or toxic-forming, as identified in the permit.

(AR) RECORDS----- <u>Y</u>	(FN) FINANCIAL WARRANTY----- <u>Y</u>	(RD) ROADS----- <u>Y</u>
(HB) HYDROLOGIC BALANCE----- <u>Y</u>	(BG) BACKFILL & GRADING----- <u>NA</u>	(EX) EXPLOSIVES----- <u>N</u>
(PW) PROCESSING WASTE/TAILING---- <u>NA</u>	(SF) PROCESSING FACILITIES----- <u>Y</u>	(TS) TOPSOIL----- <u>N</u>
(MP) GENL MINE PLAN COMPLIANCE- <u>Y</u>	(FW) FISH & WILDLIFE----- <u>NA</u>	(RV) REVEGETATION---- <u>NA</u>
(SM) SIGNS AND MARKERS----- <u>Y</u>	(SP) STORM WATER MGT PLAN---- <u>NA</u>	(SB) COMPLETE INSP---- <u>NA</u>
(ES) OVERBURDEN/DEV. WASTE----- <u>N</u>	(SC) EROSION/SEDIMENTATION--- <u>Y</u>	(RS) RECL PLAN/COMP-- <u>NA</u>
(AT) ACID OR TOXIC MATERIALS----- <u>Y</u>	(OD) OFF-SITE DAMAGE----- <u>NA</u>	(ST) STIPULATIONS----- <u>NA</u>

Y = Inspected and found in compliance / N = Not inspected / NA = Not applicable to this operation / PB = Problem cited / PV = Possible violation cited

OBSERVATIONS

This was a routine inspection conducted by the Division as part of its monitoring of 110(2) Hard Rock and Metals permits. The operators named on page one were present throughout the inspection. The site was not active at the time of the inspection.

The required permit ID sign was observed posted at the entrance gate on the permitted area access road; the gate is located at the county road. Permit boundary markers are installed at the boundary corners and along the permit boundary.

The portal was locked and secure. The portal is covered by a steel shed structure, which extends out from the portal, and accommodates the ventilation fan, rolling stock, and maintenance materials. The hillslope above the portal, where a subsidence feature had formerly been located, has been filled and stabilized.

The ore loadout structure is fairly new and was still under construction. It is constructed of concrete and steel, and can accommodate several ore cars. Ore falls to a lower level, supported by concrete and wood cribbing. There is no ore in the building or on the lower loadout level.

There are several other small structures along the crest of the dump also, containing shop, storage, dry and office. The generator is in its own building, and the mine's power supply includes a backup generator. Diesel fuel tanks are integral with the generators and include impermeable secondary containment. Switch gear appears fairly new. The buildings are all in good condition. The landowner of the permitted area wishes for the structures onsite (such as buildings, portal, foundations, tracks and cribbing) to remain as permanent, and there is no bonding assigned to the reclamation task of structural removal..

The area between the generator building and the portal shed is the mine materials storage yard. It contains timbers, pipe, rail, spiral vent duct, and miscellaneous steel stock. There are no contaminants or chemicals stored onsite, and there is no sign of noxious weeds.

The central area of the permit contains the historic mill structure that was razed during WWII. The upper terrace in the southern end of the permit area contains a new steel building with equipment storage, including crusher and another generator. These have not yet been fully installed nor made functional. There is no ore or concentrates in this building or outside it.

Runoff and sediment from the lower bench level of the permit are controlled by berms and sediment fence. These are well within the permit boundary, and sufficiently set back from the creek to allow maintenance. The upper bench and lower bench are separated by a constructed slope of about 1.75H:1V. It does not exhibit failure or sloughing, and if monitored and remediated as needed, it can be considered stable for the mining phase. Lower bench material will be pulled up and buttressed against the slope for final reclamation. The upper diversion ditch is in the trees along the upper eastern permit boundary; the operator stated that it is monitored.

There was no further discussion and no problems observed. The site is "busy" but orderly. The bond was reviewed and found adequate for completing the required reclamation.

For questions related to this report, please contact this inspector at the Division's Durango Field Office:

DRMS – Durango Field Office

691 CR 233, Room A-2

Durango, CO 81301

Telephone 970-247-5193

Inspection Contact Address

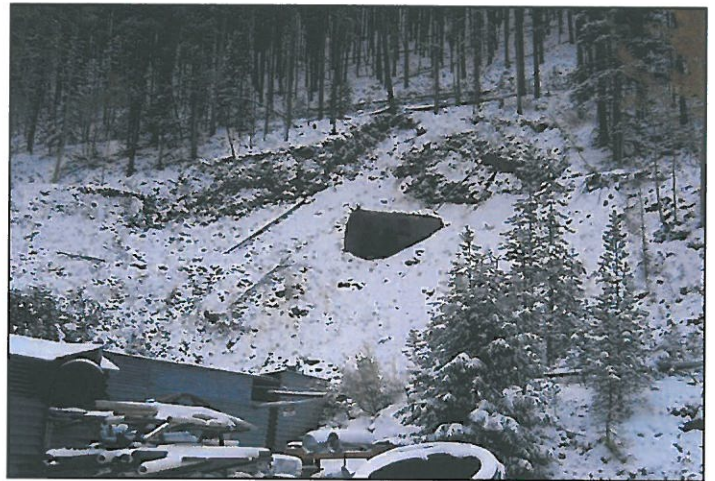
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PHOTOGRAPHS



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