




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: Mineral Mountain Project	MINE/PROSPECTING ID#: M-2014-045	MINERAL: Gold	COUNTY: Teller
INSPECTION TYPE: Surety-Related Inspection	INSPECTOR(S): Timothy A. Cazier	INSP. DATE: October 20, 2015	INSP. TIME: 10:00
OPERATOR: Mineral Mountain Gold, LLC	OPERATOR REPRESENTATIVE: Lance Barker	TYPE OF OPERATION: 110d - Designated Limited Impact	

REASON FOR INSPECTION: Surety Related	BOND CALCULATION TYPE: None	BOND AMOUNT: \$28,350.00
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: U.S.BLM	JOINT INSP. AGENCY: None
WEATHER: Cloudy	INSPECTOR'S SIGNATURE: 	SIGNATURE DATE: October 23, 2015

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>N</u>	(RD) ROADS----- <u>Y</u>
(HB) HYDROLOGIC BALANCE----- <u>N</u>	(BG) BACKFILL & GRADING----- <u>N</u>	(EX) EXPLOSIVES----- <u>N</u>
(PW) PROCESSING WASTE/TAILING---- <u>Y</u>	(SF) PROCESSING FACILITIES----- <u>N</u>	(TS) TOPSOIL----- <u>N</u>
(MP) GENL MINE PLAN COMPLIANCE- <u>N</u>	(FW) FISH & WILDLIFE----- <u>N</u>	(RV) REVEGETATION---- <u>Y</u>
(SM) SIGNS AND MARKERS----- <u>Y</u>	(SW) STORM WATER MGT PLAN---- <u>N</u>	(CI) COMPLETE INSP---- <u>N</u>
(ES) OVERBURDEN/DEV. WASTE----- <u>N</u>	(SC) EROSION/SEDIMENTATION--- <u>N</u>	(RS) RECL PLAN/COMP-- <u>Y</u>
(AT) ACID OR TOXIC MATERIALS----- <u>N</u>	(OD) OFF-SITE DAMAGE----- <u>Y</u>	(ST) STIPULATIONS----- <u>Y</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 inspection was an acreage release inspection for the Mineral Mountain Project which overlaps the Minerex's Little Hope Mine reclamation permit (M-2004-064) and an adit exploration NOI (P-1986-036). The areas being released are small pockets of BLM managed land within the permit boundary. The Operator was represented by Lance Barker, who was present for the inspection. The Mineral Mountain Project is a 110d gold mine operated by Mineral Mountain Gold and located approximately 1.5 miles north of Cripple Creek in Teller Co. It is accessed from McKenney St.

Inspection:

New permit boundary makers were placed to mark the corners of BLM land. The west area included roughly 6,000 sqft of undisturbed forested BLM land (see **Photo 1**). The southeast corner included approximately 600 sqft of likely pre-law disturbed area that is supporting new conifer growth (see **Photo 2**). Each area's corners were marked with rebar stakes marked with BLM tags (see **Photos 3** and **4**).

Mr. Barker asked about putting a temporary roof over the ore storage area. We agree the use of supports bolted to the jersey barriers and a corrugated metal cover would be considered a temporary structure and have no impact on the financial warranty.

As no objections have been received, the Division will recommend approval of this acreage release. You will be notified under separate cover.

PHOTOGRAPHS



Photo 1. West BLM area to be released (Note rebar marker).

PHOTOGRAPHS (cont.)



Photo 2. Southeast corner BLM area to be released (Note: 3 rebar markers & conifer growth).



Photo 3. Typical west side area marker with BLM tag.

PHOTOGRAPHS (cont.)



Photo 4. Typical southeast corner area marker with BLM tag.

Inspection Contact Address

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ec: Wally Erickson, DRMS
DRMS file
Stephanie Carter, BLM