

MINE NAME:

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/PROSPECTING ID#

	MINE/FROSFECTING ID#:	MINERAL:	COUNTT
Ruby Trust Mine	M-1979-181	Gold and silver	Ouray
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Monitoring	Travis H. Marshall	September 30, 2015	11:00
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Walker Ruby Mining Company, Inc.	Harry Castle	110(2) - Hard Rock Limited Impact	
REASON FOR INSPECTION:	BOND CALCULATION TYPE:	BOND AMOUNT:	
REASON FOR INSPECTION: Normal I&E Program	BOND CALCULATION TYPE: Complete Bond	BOND AMOUNT: \$18,738.00	
			NCY:
Normal I&E Program	Complete Bond	\$18,738.00	NCY:
Normal I&E Program DATE OF COMPLAINT:	Complete Bond POST INSP. CONTACTS:	\$18,738.00 JOINT INSP. AGE	

MINERAL

COUNTY

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>Y</u>	(EX) EXPLOSIVES <u>NA</u>
(PW) PROCESSING WASTE/TAILING NA	(SF) PROCESSING FACILITIES Y	(TS) TOPSOIL <u>Y</u>
(MP) GENL MINE PLAN COMPLIANCE- Y	(FW) FISH & WILDLIFE <u>Y</u>	(RV) REVEGETATION <u>NA</u>
(SM) SIGNS AND MARKERS <u>Y</u>	(SW) STORM WATER MGT PLAN Y	(CI) COMPLETE INSP Y
(ES) OVERBURDEN/DEV. WASTE <u>Y</u>	(SC) EROSION/SEDIMENTATION Y	(RS) RECL PLAN/COMP NA
(AT) ACID OR TOXIC MATERIALS NA	(OD) OFF-SITE DAMAGE <u>Y</u>	(ST) STIPULATIONS NA

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 conducted as part of the normal monitoring program established by the Colorado Division of Reclamation Mining and Safety. The Ruby Trust Mine Operation is an active 110(2) underground mine. The commodities mined are gold and silver. The mine currently consists of 2.0 permitted acres. The Ruby Trust Mine operation is located approximately 6 miles west of Ouray Colorado up Yankee Boy Basin Road. 42 MWT Mining Company, LLC mine representative Harry Castle and Jack Clark were both present during the inspection.

The mine identification sign was observed at the entrance to the mine site and is in compliance with Rule 3.1.12.

The main focus of the inspection was to observe the current conditions of the site and determine if any issues needed to be addressed.

Mr. Castle explained that the mine was going to be undergoing a reorganization and a transfer of the permit from Walker Ruby Mining Company, Inc. to 42 MWT Mining Company, LLC was to occur. Since the inspection an incomplete succession of operator application has been submitted.

Mr. Castle also explained that he would like to relocate the currently existing development rock stockpile from the current location. If this is to occur a technical revision to the mining and reclamation plan must occur. The submittal shall include revised mining and reclamation plan maps that display the proposed configuration and location if the development rock storage location. The maps must be in compliance with the requirements of Rules 6.2.1(2), 6.3.3, 6.3.4 and 6.3.5.

A deteriorated tarp placed over a low grade ore pile was observed. This tarp should be replaced as soon as possible and no later than 30 days from the signature date of this inspection report to avoid further enforcement action. Please send photo-documentation that shows a new tarp placed over the ore pile.

Overall the site was in good condition and no unnecessary debris or trash was observed during the inspection.

No erosion or sedimentation issues were noted. There are no major or minor drainage issues within the permit area that warrant addressing.

Responses to this inspection report should be directed to Travis Marshall at the Division of Reclamation Mining and Safety Grand Junction Field Office, 101 South 3rd Street, Suite 301, Grand Junction, Colorado 81501 phone no. (970) 241-2042.

PHOTOGRAPHS













PERMIT #: M-1979-181 INSPECTOR'S INITIALS: THM INSPECTION DATE: September 30, 2015

Inspection Contact Address
David L. Walker Walker Ruby Mining Company, Inc. 7216 Marsh Terrace
Port St. Lucie, FL 34986

CC:

Harry Castle 1635 County Road 5 Ridgway, CO 81432