

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:	MINE/PROSPECTING ID#:	MINERAL:	COUNTY:
Lindsey Canyon LLC	M-2000-072	Borrow material	Montrose
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Monitoring	Dustin M. Czapla	November 3, 2015	11:00
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Lindsey Canyon, LLC	None	110c - Construction Limited Impact	

REASON FOR INSPECTION: Normal I&E Program	BOND CALCULATION TYPE: Complete Bond	BOND AMOUNT: \$20,460.00
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: None	JOINT INSP. AGENCY: None
WEATHER: Clear	INSPECTOR'S SIGNATURE:	SIGNATURE DATE: November 10, 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>Y</u>	(RD) ROADS <u>N</u>
(HB) HYDROLOGIC BALANCE <u>Y</u>	(BG) BACKFILL & GRADING <u>N</u>	(EX) EXPLOSIVES NA
(PW) PROCESSING WASTE/TAILING NA	(SF) PROCESSING FACILITIES NA	(TS) TOPSOIL <u>Y</u>
(MP) GENL MINE PLAN COMPLIANCE- <u>Y</u>	(FW) FISH & WILDLIFE <u>N</u>	(RV) REVEGETATION N
(SM) SIGNS AND MARKERS <u>Y</u>	(SW) STORM WATER MGT PLAN <u>N</u>	(CI) COMPLETE INSP Y
(ES) OVERBURDEN/DEV. WASTE NA	(SC) EROSION/SEDIMENTATION <u>Y</u>	(RS) RECL PLAN/COMP N
(AT) ACID OR TOXIC MATERIALS N	(OD) OFF-SITE DAMAGE <u>NA</u>	(ST) STIPULATIONS <u>NA</u>

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

PERMIT #: M-2000-072 INSPECTOR'S INITIALS: DMC INSPECTION DATE: November 3, 2015

OBSERVATIONS

This inspection was conducted as part of the Division of Reclamation, Mining and Safety's (Division) normal monitoring program. The operator was notified of the inspection but was not present. Photographs are included with this report in order to illustrate some of the conditions observed.

The Lindsey Canyon LLC site is located approximately 5.75 miles southwest of Montrose and accessed from Old Lindsey Canyon Trail Road. The site is a 110c operation that includes a total of 9.5 permitted acres. The Division currently holds a financial warranty amount of \$20,460.00 for this site. The Division has reviewed the reclamation costs, in order to ensure the financial warranty reflects the actual current cost of fulfilling the requirements of the Reclamation Plan, and determined that the current financial warranty amount is adequate.

Adequate mine identification signage was noted at the entrance to the site.

The affected area was marked by posts and fencing that were clearly visible and adequate to delineate the affected area boundary. The area currently disturbed is approximately three acres and is within the approved permit area.

The pit has been excavated to a depth of approximately fifteen feet. Groundwater has not been exposed. Most of the slopes around the pit perimeter are at 3H:1V or gentler. There are slopes and dirt piles in the northeast part of the pit that will require additional grading.

An old excavator, dozer and skid-steer were located on site. The excavator appears to have several minor fluid leaks. Buckets and plywood have been placed beneath the excavator to contain leaks. There was no sign of contaminated soil noted.

Concerns regarding erosion or slope stability were not observed.

Noxious weed infestations were not observed.

No other problems or violations were noted during this inspection.

Responses to this inspection report should be directed to Dustin Czapla at the Division of Reclamation, Mining and Safety, Grand Junction Field Office, 101 South 3rd Street, Room 301, Grand Junction, Colorado 81501, phone number (970) 243-6299.

Inspection Contact Address

Gary Cooper Lindsey Canyon, LLC 11554 64.50 Road Montrose, CO 81401

PHOTOGRAPHS

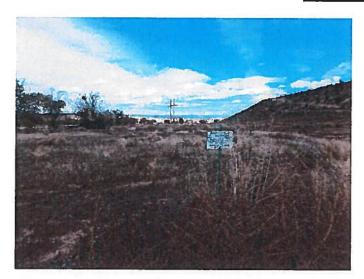


Figure 1: Adequate mine sign at entrance



Figure 3: Pit area



Figure 5: Pit area viewed from north end



Figure 2: Pit area

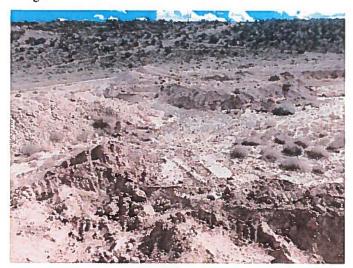


Figure 4: North pit slope and dirt piles

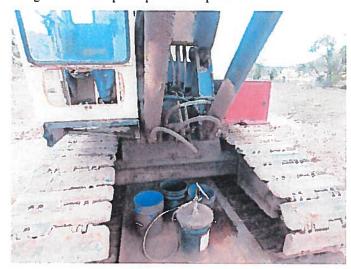


Figure 6: Old excavator on site