



**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: Burros Mine	MINE/PROSPECTING ID#: M-1977-297	MINERAL: Uranium and vanadium	COUNTY: San Miguel
INSPECTION TYPE: Multi Person Inspection	INSPECTOR(S): Lucas J. West	INSP. DATE: November 23, 2015	INSP. TIME: 14:10
OPERATOR: Gold Eagle Mining, Inc.	OPERATOR REPRESENTATIVE: Don Coram	TYPE OF OPERATION: 110d - Designated Limited Impact	

REASON FOR INSPECTION: Normal I&E Program	BOND CALCULATION TYPE: None	BOND AMOUNT: \$100.00
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: None	JOINT INSP. AGENCY: DOE
WEATHER: Clear	INSPECTOR'S SIGNATURE: 	SIGNATURE DATE: December 15, 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>Y</u>	(BG) BACKFILL & GRADING----- <u>N</u>	(EX) EXPLOSIVES----- <u>N</u>
(PW) PROCESSING WASTE/TAILING---- <u>N</u>	(SF) PROCESSING FACILITIES----- <u>N</u>	(TS) TOPSOIL----- <u>N</u>
(MP) GENL MINE PLAN COMPLIANCE- <u>Y</u>	(FW) FISH & WILDLIFE----- <u>Y</u>	(RV) REVEGETATION---- <u>N</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>Y</u>	(RS) RECL PLAN/COMP-- <u>N</u>
(AT) ACID OR TOXIC MATERIALS----- <u>N</u>	(OD) OFF-SITE DAMAGE----- <u>Y</u>	(ST) STIPULATIONS----- <u>N</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 conducted by the Division as part of its monitoring of Hard Rock and Metals 110d permits. The Burros Mine is listed as an active 110d operation that consists of 9.9 permitted acres. The site is part of the ongoing injunction with the Department of Energy (DOE) and was not active during this inspection. In addition to the inspectors and Operator listed above, Kyle Turley and one other contractor for the DOE was present during the inspection. The Division currently holds \$100.00 in financial warranty with the remainder being held by the DOE. Five Photos accompany this report to illustrate the current site conditions.

This site is part of the Injunction filed with the DOE and no mining was taking place during this inspection. The Operator was however, approved to access the site to perform maintenance on the storm water control measures that are located within the permitted area. The maintenance work was being conducted at the time of the inspection. Contractors for the DOE were present supervising the activity. The work consisted of clearing and reinforcing the storm water diversion ditch and sediment pond located near the County Road on the west side of the permitted area, as well as cleaning out the upper sediment pond and installing a culvert across the mine access road to prevent further erosional issues. Photo One shows the lower sediment pond near the road, and Photo Two shows the diversion ditch leading to the pond.

The culvert was installed across the road, above the locked access gate, to control erosional issues following recent precipitation events. Photo three shows culvert going under the road. The upper sediment pond shown in Photo Four was observed with some residual storm water from those recent precipitation events.

The historical loadout on the west end of the permitted area was observed and appeared to be stable. The portal was also observed and remains closed and unchanged since the previous inspection. Photo Five shows the vent shaft located within the permitted area. It is covered and sealed as well as surrounded by a safety fence.

The overall footprint of the site is in good condition and is free from excessive trash and debris. All pads and work areas appear to be stable and in good condition. No noxious weeds were observed on site. No problems or possible violations were observed at this time.

All responses to this report should be directed to Lucas West at the Division of Reclamation, Mining and Safety at 1313 Sherman Street, Room 215, Denver, CO 80203 or by phone at (970)-243-6368.

PHOTOGRAPHS

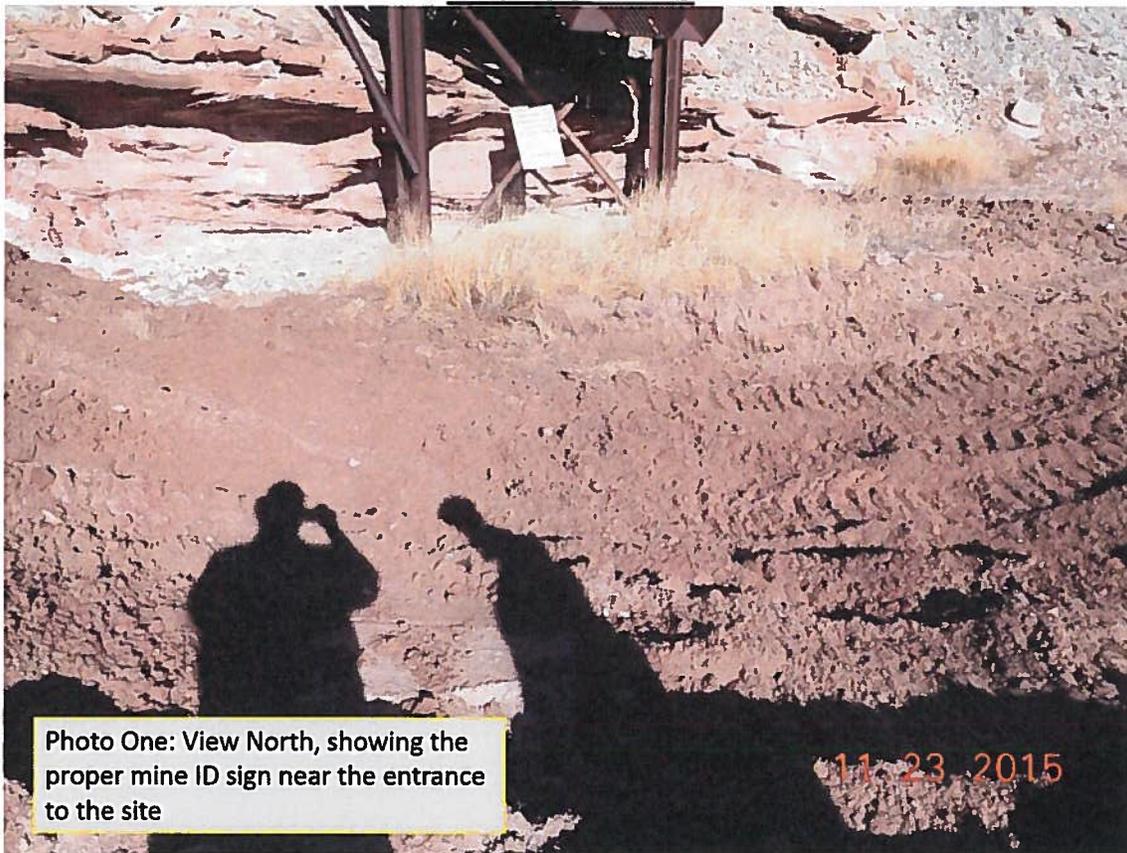


Photo One: View North, showing the proper mine ID sign near the entrance to the site

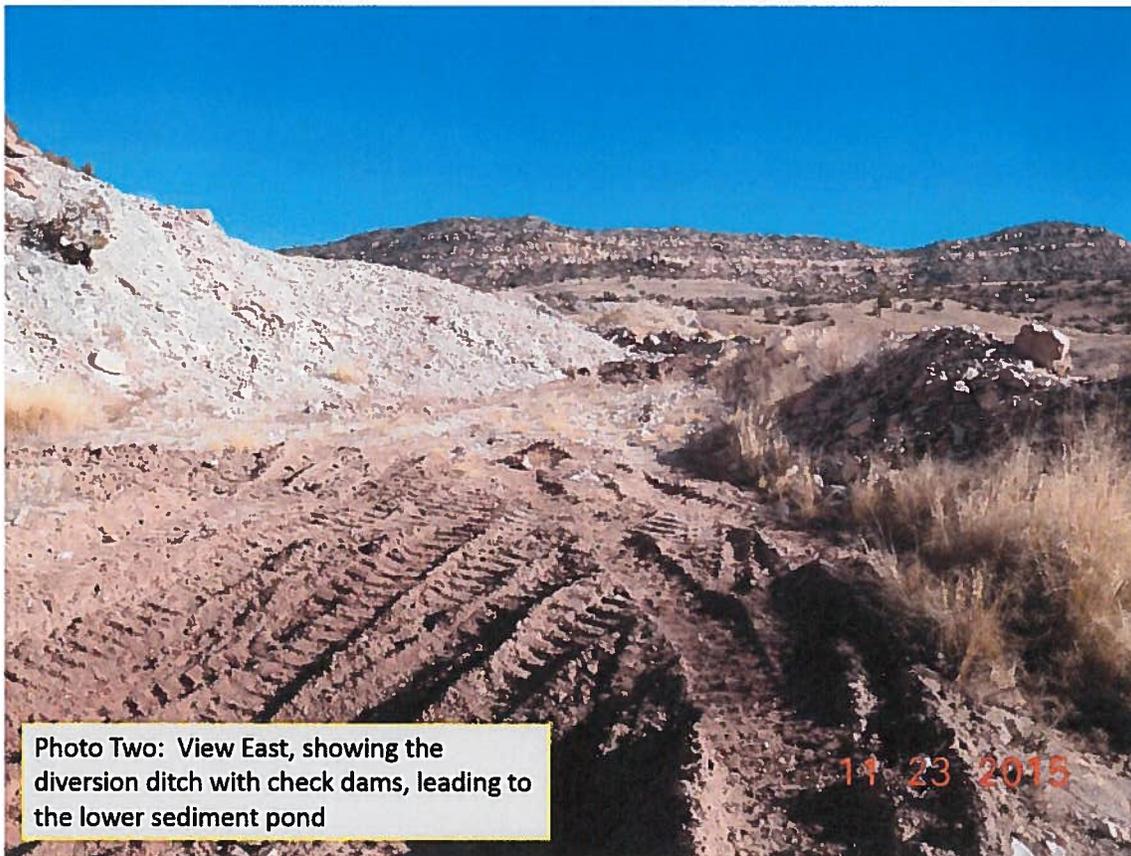


Photo Two: View East, showing the diversion ditch with check dams, leading to the lower sediment pond

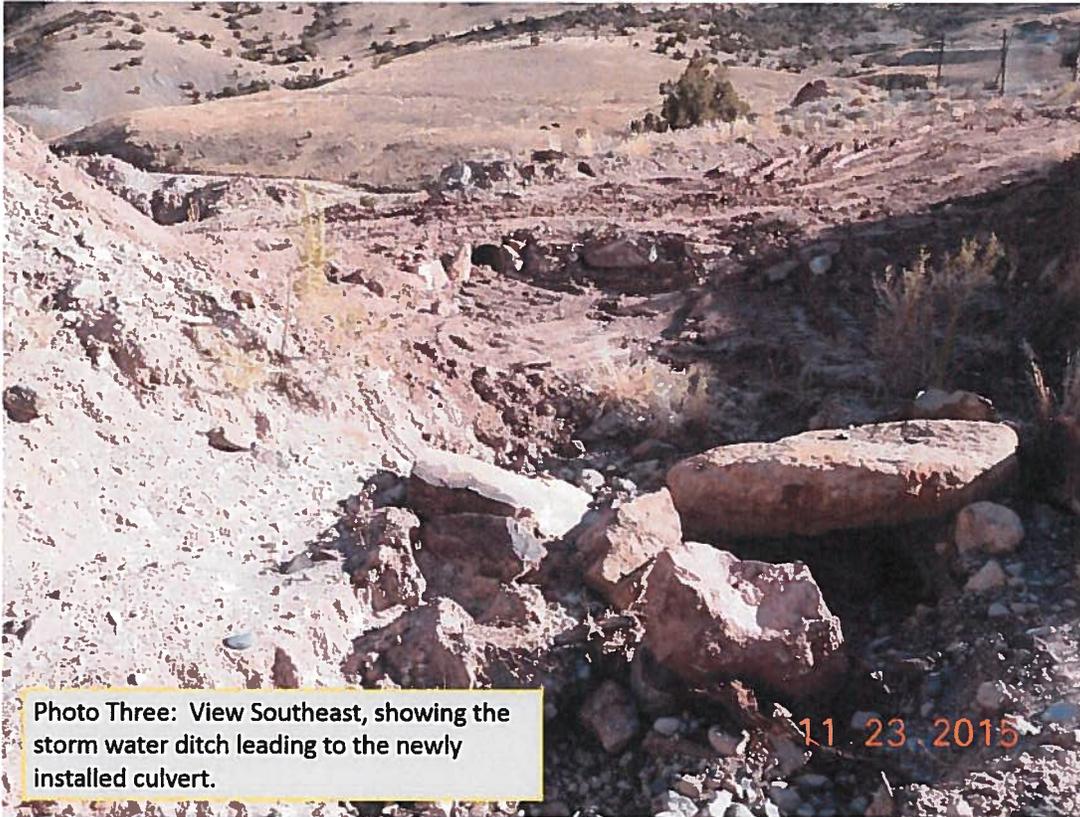




Photo Five: View East, showing the closed and fenced vent shaft located near the upper, locked gate.

Inspection Contact Address

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Enclosure

CC: Ed Cotter
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