

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:
J Birds	M-2005-050	Uranium and vanadio	Montrose
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Monitoring	Dustin M. Czapla	June 12, 2017	12:30
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Rimrock Exploration & Development, Inc.		110d - Designated Limited Impact	
<u>,</u>	1		1

REASON FOR INSPECTION:		BOND CALCULATION TYPE:	BOND AMOUNT:
Normal I&E Program		Complete Bond	\$17,146.00
DATE OF COMPLAINT:		POST INSP. CONTACTS:	JOINT INSP. AGENCY:
NA		None	U.S.BLM
WEATHER:	INSPECTOR'S SIGNATURE:		SIGNATURE DATE:
Clear	De		June 15, 2017

The following inspection topics were identified as having Problems or Possible Violations. OPERATORS SHOULD READ THE FOLLOWING PAGES CAREFULLY IN ORDER TO ASSURE COMPLIANCE WITH THE TERMS OF THE PERMIT AND APPLICABLE RULES AND REGULATIONS. If a Possible Violation is indicated, you will be notified under separate cover as to when the Mined Land Reclamation Board will consider possible enforcement action.

INSPECTION TOPIC: Subsidence

PROBLEM/POSSIBLE VIOLATION: Problem: Material around the venthole is caving in.

CORRECTIVE ACTIONS: Stabilize area around venthole and provide photo documentation to the Division

that this has been completed.

CORRECTIVE ACTION DUE DATE: 7/17/17

PERMIT #: M-2005-050 INSPECTOR'S INITIALS: DMC INSPECTION DATE: June 12, 2017

OBSERVATIONS

This inspection was conducted as part of the Division of Reclamation, Mining and Safety's (Division) normal monitoring program. Barney Buria with the BLM was present. Photographs are included with this report in order to illustrate some of the conditions observed.

The J Birds Mine is located approximately five miles southwest of Paradox and accessed from Y1 Road. The site is a 110d operation that includes a total of 7.5 permitted acres. The Division currently holds a financial warranty amount of \$17,146.00 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.

This site was placed into temporary cessation in October 2013. On May 31, 2017 the operator notified the Division that final reclamation has commenced at the site. The operator has completed grading of the waste rock stockpile. This inspection verified that the grading is adequate, appears stable and blends well with the natural topography.

The portal is secured with a locking gate.

The vent hole is secured with metal grating. A small area around the venthole is caving in. This has been a recurring problem. The operator will need to come up with a permanent solution to stabilize the vent area. Upon final reclamation the venthole is to be sealed with a bulkhead and concrete plug prior to backfilling.

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.

























PERMIT #: M-2005-050 INSPECTOR'S INITIALS: DMC INSPECTION DATE: June 12, 2017

GENERAL INSPECTION TOPICS

The following list identifies the environmental and permit parameters inspected and gives a categorical evaluation of each

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

Inspection Contact Address

Alan Chiles Rimrock Exploration & Development, Inc. P.O. Box 430 Nucla, CO 81424

CC: Barney Buria, BLM