




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: Upper Gold Links Mine	MINE/PROSPECTING ID#: M-2016-083	MINERAL: Silver and gold	COUNTY: Gunnison
INSPECTION TYPE: Preoperation Inspection	INSPECTOR(S): Dustin M. Czapla	INSP. DATE: June 13, 2017	INSP. TIME: 12:40
OPERATOR: CRG Mining, LLC	OPERATOR REPRESENTATIVE: Jake Wilkinson	TYPE OF OPERATION: 110(2) - Hard Rock Limited Impact	
REASON FOR INSPECTION: Preoperation Inspection	BOND CALCULATION TYPE: None	BOND AMOUNT: \$10,315.00	
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: None	JOINT INSP. AGENCY: None	
WEATHER: Clear	INSPECTOR'S SIGNATURE: 	SIGNATURE DATE: June 16, 2017	

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>N</u>
(HB) HYDROLOGIC BALANCE----- <u>N</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>N</u>	(RV) REVEGETATION---- <u>N</u>
(SM) SIGNS AND MARKERS----- <u>N</u>	(SP) STORM WATER MGT PLAN---- <u>N</u>	(CI) COMPLETE INSP---- <u>Y</u>
(ES) OVERBURDEN/DEV. WASTE----- <u>N</u>	(SC) EROSION/SEDIMENTATION--- <u>N</u>	(RS) RECL PLAN/COMP-- <u>N</u>
(AT) ACID OR TOXIC MATERIALS----- <u>N</u>	(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

OBSERVATIONS

This was a pre-operation inspection. Jake Wilkinson and Dave Woodall, representing the Operator, were present during this inspection. Photographs are included with this report in order to illustrate some of the conditions observed.

The Upper Gold Links Mine is located approximately five miles north of Ohio City and accessed from FR879. The site is a 110(2) operation that includes a total of 4.25 permitted acres. The permit area overlies area covered under NOI file # P-2014-018. The Division currently holds a financial warranty amount of \$10,315.00 for this site. The application was approved February 10, 2017 with a stipulation that no mining activity would occur until the Division has conducted a site inspection and issued an authorization to proceed. This inspection determined that conditions presented in the application package were accurately portrayed and that the operator is authorized to commence the mining operation.

The operation will take place in an area heavily affected by historical mining. There is an existing functional portal located at the 400 level and associated waste rock pile. A caved portal at the 390 level is anticipated to be reopened, which currently underlies the existing waste rock pile. The main gulch located on the east and north sides of the permit area was dry.

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

The affected area was marked by survey stakes and flagging that was clearly visible and adequate to delineate the affected area boundary.

No 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

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