

COLORADO Division of Reclamation, Mining and Safety Department of Natural Resources

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:	
Climax Mine		M-1977-493	Molybdenum	Summit	
INSPECTION TYPE:		INSPECTOR(S):	INSP. DATE:	INSP. TIME:	
Monitoring		Dustin M. Czapla	June 5, 2018	10:00	
OPERATOR:		OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:		
Climax Molybdenum Company		James Haag	112d-3 - Designated Mining Operation		
REASON FOR INSPECTION:		BOND CALCULATION TYPE:	BOND AMOUNT:		
Normal I&E Program		None	\$78,246,088.00		
DATE OF COMPLAINT:		POST INSP. CONTACTS:	JOINT INSP. AGENCY:		
NA		None	None		
WEATHER:	INSPECTOR'S SIGNATURE:		SIGNATURE DATE:		
Clear	De		June 7, 2018		

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>Y</u>	(BG) BACKFILL & GRADING <u>Y</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 N	(RV) REVEGETATION <u>N</u>
(SM) SIGNS AND MARKERS <u>N</u>	(SP) STORM WATER MGT PLAN <u>N</u>	(RS) RECL PLAN/COMP <u>N</u>
(ES) OVERBURDEN/DEV. WASTE <u>N</u>	(SC) EROSION/SEDIMENTATION Y	(ST) STIPULATIONS <u>N</u>
(AT) ACID OR TOXIC MATERIALS <u>N</u>	(OD) OFF-SITE DAMAGE <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 routine monitoring inspection for the Climax Mine, a 112d-3 hardrock mine operated by the Climax Molybdenum Company. The inspection was conducted by DRMS representative Dustin Czapla. Climax representative, James Haag, guided DRMS during the inspection.

The Lake Irwin wetlands mitigation area and the McNulty Gulch OSF expansion area were visited during this inspection.

Grading is currently underway in the Lake Irwin wetlands mitigation area. A dewatering sump and berm are constructed around the north side of the wetlands area. Water is pumped to Ten Mile Pond. Pumps were running during this inspection. Phase 1 and 2 areas are being built up to final grade. No problems were noted in this area.

Clearing has occurred in the McNulty Gulch expansion area. During this inspection contractors were at work salvaging wetland species by collecting cuttings to be used in the Lake Irwin area. Stormwater controls (berms and straw wattles) are in place in this area and appear effective. Cleared trees are stockpiled for transport to the Robinson area for grinding and composting. Trees are not to be buried in the OSF expansion area. Problems were not noted in this area.

The operator appears to be conducting operations in accordance with the approved plans. 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.

PERMIT #: M-1977-493 INSPECTOR'S INITIALS: DMC INSPECTION DATE: June 5, 2018



Lake Irwin Wetlands Mitigation



Lake Irwin Wetlands Mitigation



Lake Irwin Wetlands Mitigation



McNulty OSF Expansion



McNulty OSF Expansion



McNulty OSF Expansion

PERMIT #: M-1977-493 INSPECTOR'S INITIALS: DMC INSPECTION DATE: June 5, 2018



McNulty OSF Expansion



McNulty OSF Expansion

Inspection Contact Address

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