Baculite Mesa, LLC. Permit # M-1997-011

Notes:

7. No new area was disturbed this year with the total disturbance at the mine is 22.58 acres  $\pm$ . Mining has continued on the working face that stretches from north to south on the west side of the disturbed area. Mining continues on areas previously disturbed by working into area previously stripped. (tan) The southern and the western parts of the mining face have been temporarily sloped over the last 2 years to a rate that varies from 2:1 to 3:1. An additional 0.98 acres was slope this past year. (cross hatched area)

8. We continued to remove material from area previously disturbed or from stockpiles as the market for material dictated. Stripping above the working face on the west side was done in 2015 (brown).

9. We may be removing more material this year as we now have leased the mine to an operator that expects to remove more material. An additional 10-12 acres or more may be stripped on the east and south side of the mined area in in previously stripped areas over the next year. Topsoil from when a new are is stripped will be stockpiles along the western mine perimeter.

12. No reclamation is required at this time as mining has not reached the areas adjacent to the mine boundary.

19. Current Bond Amount \$60,500.00. Division reviewed the bond amount on 03/01/2017 when the mine was last inspected and determined is was adequate at that.