

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:		
North Amethyst West		P-2012-008	Silver, gold, lead and Mineral			
INSPECTION TYPE:		INSPECTOR(S):	INSP. DATE:	INSP. TIME:		
Mineral Prospect Inspection		Travis H. Marshall	May 30, 2018	10:30		
OPERATOR:		OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:			
Rio Grande Silver, Inc.		Randy McClure	MP - Mineral Prospecting			
REASON FOR INSPECTION:		BOND CALCULATION TYPE:	BOND AMOUNT:			
Normal I&e Program		Complete Bond	\$26,760.00			
DATE OF COMPLAINT:		POST INSP. CONTACTS:	JOINT INSP. AGENCY:			
NA		None	None			
WEATHER:	INSPECTOR'S SIGNATURE:		SIGNATURE DATE:			
Clear	2. Quel		July 24, 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>Y</u>	(RD) ROADS <u>Y</u>
(HB) HYDROLOGIC BALANCE <u>Y</u>	(BG) BACKFILL & GRADING \underline{Y}	(EX) EXPLOSIVES <u>NA</u>
(PW) PROCESSING WASTE/TAILING NA	(SF) PROCESSING FACILITIES \underline{NA}	(TS) TOPSOIL <u>Y</u>
(MP) GENL MINE PLAN COMPLIANCE- Y	(FW) FISH & WILDLIFE \underline{Y}	(RV) REVEGETATION <u>Y</u>
(SM) SIGNS AND MARKERS NA	(SP) STORM WATER MGT PLAN NA	(RS) RECL PLAN/COMP Y
(ES) OVERBURDEN/DEV. WASTE NA	(SC) EROSION/SEDIMENTATION $\underline{\mathbf{Y}}$	(ST) STIPULATIONS <u>NA</u>
(AT) ACID OR TOXIC MATERIALS NA	(OD) OFF-SITE DAMAGE \underline{Y}	

 $Y = Inspected \ and \ found \ in \ compliance \ / \ N = Not \ inspected \ / \ NA = Not \ applicable \ to \ this \ operation \ / \ PB = Problem \ cited \ / \ PV = Possible \ violation \ cited \ A = Not \ applicable \ to \ this \ operation \ / \ PB = Problem \ cited \ / \ PV = Possible \ violation \ cited \ A = Not \ applicable \ to \ this \ operation \ / \ PB = Problem \ cited \ / \ PV = Possible \ violation \ cited \ A = Not \ applicable \ to \ this \ operation \ / \ PB = Problem \ cited \ / \ PV = Possible \ violation \ cited \ A = Not \ applicable \ to \ this \ operation \ / \ PB = Problem \ cited \ / \ PV = Possible \ violation \ violation \ cited \ / \ PV = Possible \ violation \ vio$

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OBSERVATIONS

This inspection was conducted as part of the normal monitoring program established by the Colorado Division of Reclamation Mining and Safety. The North Amethyst West Project is a 2.44 acre prospecting drilling project. Rio Grande Silver, Inc. mine manager Randy McClure was present during the inspection.

All drilling locations associated with this NOI observed during this inspection are in final reclamation. The grading completed ties in extremely well with the adjacent non disturbed lands. Vegetation will likely be established enough within the next 1-3 growing seasons to be considered releasable.

No erosion or sedimentation issues were noted. There are no major or minor drainage issues within the prospect area that warrant addressing.

Photos that show the conditions observed during the inspection are included at the end of this report.

Responses to this inspection report should be directed to Travis Marshall at the Division of Reclamation Mining and Safety Grand Junction Field Office, 101 South 3rd Street, Suite 301, Grand Junction, Colorado 81501 phone no. (970) 241-2042.





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Inspection Contact Address
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