

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: | |
|-------------------------------|------------------------|---------------------------------|----------------------------------|-------------|--|
| CM-25 Mine | | M-1977-307 | Uranium and vanadium | Montrose | |
| INSPECTION TYPE: | | INSPECTOR(S): | INSP. DATE: | INSP. TIME: | |
| Monitoring | | Dustin M. Czapla | August 29, 2018 | 12:00 | |
| OPERATOR: | | OPERATOR REPRESENTATIVE: | TYPE OF OPERATION: | | |
| Cotter Corporation | | Gus Gaviotis, Scott Pottorfs | 110d - Designated Limited Impact | | |
| | | | | | |
| REASON FOR INSPECTION: | | BOND CALCULATION TYPE: | BOND AMOUNT: | | |
| Normal I&E Program | | None | \$100.00 | | |
| DATE OF COMPLAINT: | | POST INSP. CONTACTS: | JOINT INSP. AGENCY: | | |
| NA | | None | D.O.E. | | |
| WEATHER: | INSPECTOR'S SIGNATURE: | | SIGNATURE DATE: | | |
| Clear | the | | September 5, 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 Y | (BG) BACKFILL & GRADING <u>Y</u> | (EX) EXPLOSIVES <u>N</u> |
| (PW) PROCESSING WASTE/TAILING <u>N</u> | (SF) PROCESSING FACILITIES N | (TS) TOPSOIL <u>N</u> |
| (MP) GENL MINE PLAN COMPLIANCE- <u>Y</u> | (FW) FISH & WILDLIFE N | (RV) REVEGETATION Y |
| (SM) SIGNS AND MARKERS <u>N</u> | (SP) STORM WATER MGT PLAN <u>N</u> | (RS) RECL PLAN/COMP Y |
| (ES) OVERBURDEN/DEV. WASTE <u>N</u> | (SC) EROSION/SEDIMENTATION <u>N</u> | (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 inspection was conducted as part of the Division of Reclamation, Mining and Safety's (Division) normal monitoring program. Representatives from D.O.E. were present. Gus Gaviotis and Scott Pottorfs, representing Cotter Corporation, were present. Photographs are included with this report in order to illustrate some of the conditions observed.

The CM-25 Mine is located southwest of the Uravan town site and accessed from EE22 Road. The site is a 110d operation that includes a total of 7.34 permitted acres.

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

According to the operator's annual reports, final reclamation was completed at this site in February, 2003. All reclaimed slopes appeared stable and vegetation is well established over the reclaimed areas.

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-1977-307 INSPECTOR'S INITIALS: DMC INSPECTION DATE: August 29, 2018

PHOTOGRAPHS





Inspection Contact Address

Gus Gaviotis, Scott Pottorfs Cotter Corporation PO Box 700 Nucla, CO 81424