

March 8, 2019

State of Colorado
Division of Reclamation, Mining & Safety
1313 Sherman Street, Room 215
Denver, Colorado 80203-2273
Attn: Brock Bowles, Environmental Protection Specialist

Re: King II Mine
Pond Quarterly Inspection
1st Quarter 2019

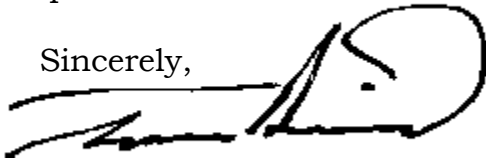
Dear Mr. Bowles,

An inspection of the pond at the King II mine was performed on March 7, 2019 for the 1st quarter of 2019. The pond contained several feet of water from recent snowmelt, but is still several feet from the discharge spillway levels. The pond embankment, in-slopes and spillway all appeared stable with no evidence of slumping, settling or excessive erosion. All features appeared to be in place and functioning as designed.



Please call Tom Bird at (970) 385-4528 x 6503 or (970) 769-1160 if you have any questions or comments.

Sincerely,

A handwritten signature in black ink, appearing to read 'Tom Bird'.

Tom Bird
Manager, Coal Services
GCC Energy, LLC