

Notes: Please refer to the 2019 Annual Report Map for the location of areas discussed below. Deep Cut LLC, began operations on the western parcel of the old Valco Rocky Ford East Pit in 2018 and renamed the western mine area the 22 West Pit.

8. The total disturbance at the mine is 38.35 acres \pm . This disturbance came from when the mine was operated under another permit., There are 2 areas considered pre-Law disturbance area that need no reclamation unless redisturbed, and an old Industrial area on the west side that just needs grading if mining ends. No new mining was done this year, we removed material from stockpiles in the old plant site area. Mining continued on areas previously disturbed by. The following list outlines the various areas of disturbance at the mine in 2018.

DESCRIPTION	ACRES
Pre Law disturbed area	10.9 (yellow)
Industrial area	17.4 (brown)
Lake area	12.7 (blue)
Future mining area	0.95 (orange)

9. We removed material stockpiles that were in place when the permit was issued. If gravel extraction resumes it will be on the divider between the two lakes on the southwest side of the mine. Depending on the demand for material we may open another 0.95 acres or more.

10. No reclamation is required at this time.

13. The lake perimeters slopes on the east, north and west sides were graded when we took over the permit. The old plant site area has no topsoil nor was any reserved prior to permitting.

15. Only the lake shores created after mining ends are the only areas that need topsoil. The old Plant Site area does not need resoiling since this area was used as an industrial area since the 1960's and topsoil is not available for resoiling the area.

19. Current Bond Amount \$16,548.00. The bond evaluated at the mine of permit transfer in September 2018 and was not increased.