

The Union Milling Company

P.O. Box 620490
Littleton, CO 80162-0490
+1.303.947.3499

VIA EMAIL

6 April 2020

Dustin Czapla
Division of Reclamation, Mining and Safety
Department of Natural Resources
1313 Sherman St., Room 215
Denver, CO 80203
Ph: 303-866-3567
dustin.czapla@state.co.us

RE: M1990-057 | Notice of Ownership Change

Dear Dustin,

Further to our telephone discussion on 17 March 2020, this letter is to inform the Division that the Leadville Mill, M1990-057 has been sold to CJK Milling Company LLC.

CJK has also purchased claims on Breece Hill, in the historic mining district just East of Leadville, and close to the Hopemore Mine, with the intent of processing low grade material that exists on the surface at the Leadville Mill.

Steven Craig and I, formerly of Union Milling Company, have been retained by CJK Milling Company to assist in the requisite permitting, construction and start-up of this enterprise. We will be operating under a new company, Union Milling Contractors, LLC.

Two permit applications will be presented to the Division; (1) M1990-057 amendment for 112 status to include -among other requirements- an expanded tailings facility, and the use of cyanide for the process to treat mill concentrates (current flowsheet) as a gold/silver refinery, and (2) a new 110 permit to remove the surface material from the "Penn Group" claims on Breece Hill.

Also, an NOI application for exploration activities at the Penn Group will be submitted to the Division in the near term.

Per your recommendation, CJK will submit the Succession of Operator application, and accompanying documents along with the Amended M1990-057 permit application, as these will materially affect the existing bonding requirements.

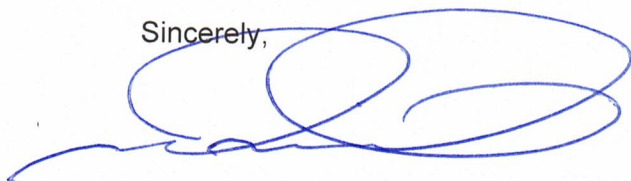
We, along with CJK Milling Company would be pleased to have a conference call with you to discuss our plans at your convenience. Also, we would like to know if the Division wishes to inspect the Mill and mining areas prior to CJK's permit submission. Please let us know how we can be of assistance.

Contact information for CJK Milling Company is:

Gary Knippa
CJK Milling Company, LLC.
33084 Bergen Mountain Road
Evergreen, CO 80439
Phone: 720-412-8838
gknippa@msn.com

We look forward in working with the Division as we advance this project. Please contact me at 303-947-3499 or nmichael@unionmilling.com if I can be of assistance.

Sincerely,

A handwritten signature in blue ink, consisting of several overlapping loops and a long horizontal stroke at the bottom.

Nick Michael
Member

Cc: GKnipa