

June 16, 2020

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

"Safety as a Value"

Re: King II Mine

Pond Quarterly Inspection

2nd Quarter 2020

Dear Ms. Binns,

An inspection of the pond at the King II mine was performed on June 9, 2020 for the 2nd quarter of 2020. The pond contained a small amount of water at the south end, well below the discharge elevation, but was otherwise dry. The pond embankment, inslopes and spillway all appeared stable with no evidence of slumping, settling or excessive erosion. No animal burrows were noted. The spillway riser was clear of debris. 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,

.Tom Bird GCC Energy, LLC