

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:
October Ore Pile Reclamation	M-2008-050	Vanadium and uraniu	Mesa
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Monitoring	Amy Yeldell	October 20, 2020	10:45
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Nuvemco, LLC	Craig Howell	110d - Designated Limited Impact	
REASON FOR INSPECTION:	BOND CALCULATION TYPE:	BOND AMOUNT:	
Normal I&E Program	Complete Bond	\$13,220.00	
DATE OF COMPLAINT:	POST INSP. CONTACTS:	JOINT INSP. AGE	NCY:
NA	DRMS	None	
WEATHER:	INSPECTOR'S SIGNATURE:	SIGNATURE DATE:	
Clear	Amy Geldell	October 27, 2020	

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 Y	(RD) ROADS <u>Y</u>
(HB) HYDROLOGIC BALANCE Y	(BG) BACKFILL & GRADING <u>Y</u>	(EX) EXPLOSIVES <u>NA</u>
(PW) PROCESSING WASTE/TAILING <u>N</u>	(SF) PROCESSING FACILITIES <u>NA</u>	(TS) TOPSOIL <u>Y</u>
(MP) GENL MINE PLAN COMPLIANCE- <u>Y</u>	(FW) FISH & WILDLIFE <u>Y</u>	(RV) REVEGETATION Y
(SM) SIGNS AND MARKERS Y	(SP) STORM WATER MGT PLAN <u>N</u>	(RS) RECL PLAN/COMP <u>N</u>
(ES) OVERBURDEN/DEV. WASTE <u>N</u>	(SC) EROSION/SEDIMENTATION Y	(ST) STIPULATIONS <u>Y</u>
(AT) ACID OR TOXIC MATERIALS Y	(OD) OFF-SITE DAMAGE <u>N</u>	

Y = Inspected / 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 Colorado Division of Reclamation, Mining and Safety (Division) normal monitoring program. The October Ore Pile Reclamation site is a 110d Designated Mining Operation that consists of a half-acre permitted site. The site located four miles southwest of Gateway, Colorado. Craig Howell of Nuvemco, LLC. represented the operator. Amy Yeldell of the Division conducted the inspection. BLM was not present for this inspection.

The remains inactive and in temporary cessation (TC-2). This is the permits second non-continuous period of temporary cessation (TC-2), which began on December 27, 2016 and will end on December 27, 2021. Prior to the expiration of the first temporary cessation period the Operator shall 1) file for a second and final period of continuous temporary cessation or 2) resume to active status or 3) enter into final reclamation.

The mine identification sign and affected area boundary markers are in place and in compliance with Rule 3.1.12. There are no structures, equipment or other mining related features on site. The ore stockpile and surrounding areas remains stable and no erosion was observed. Vegetation surrounding the pile remains adequate and no weeds were observed. The Operator has recently taken 8 samples to be ran off site in an effort to get the pile removed.

The Division currently requires a financial warranty amount of \$13,220for this site. The bond was last recalculated in 2013 with the permit issuance and no increases have occurred to date. In an effort to ensure the Financial Warranty adequately, reflects the actual current cost of fulfilling the requirements of the approved reclamation plan the Division will be updating the reclamation cost estimate. If the current bond is found to be insufficient the Division will send a Notice of Surety Increase under a separate cover.

No problems or violations were noted during this inspection.

Responses to this inspection report should be directed to: Amy Yeldell at the Division of Reclamation, Mining and Safety, 1313 Sherman St., Room 215, Denver, CO 80203. Direct contact can be made by phone at 303-866-3567 Ext 8183 or via email at amy.yeldell@state.co.us

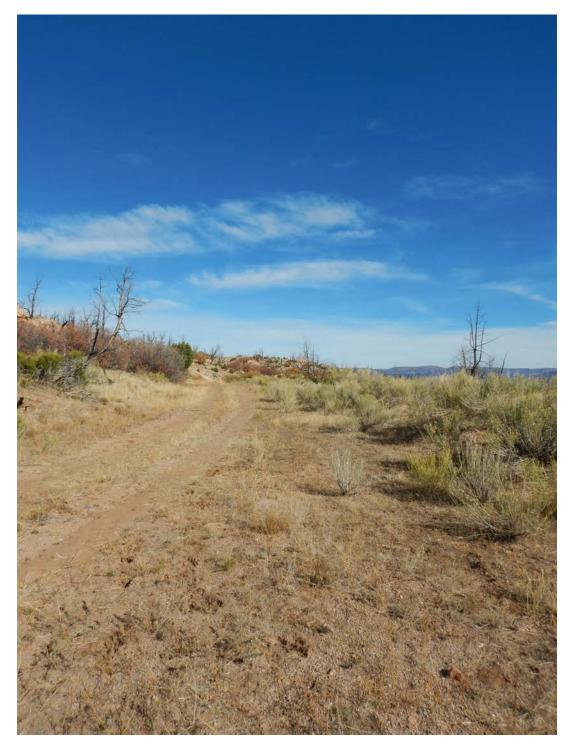
Inspection Contact Address

Craig Howell Nuvemco, LLC P.O. Box 297 Naturita, CO 81422

Enclosure

EC: Travis Marshall, Senior EPS, Grand Junction DRMS Eric Eckberg, BLM

PHOTOGRAPHS



PERMIT #: M-2008-050 INSPECTOR'S INITIALS: ACY INSPECTION DATE: October 20, 2020



