

"Safety as a Value"

January 18, 2021

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

Re: King II Mine Pond Quarterly Inspection 4th Quarter 2020

Dear Ms. Binns,

An inspection of the pond at the King II mine was performed on December 9, 2020 for the 4th quarter of 2020. The pond contained a small amount of water near the outlet structures, but was otherwise dry. 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,

Tom Bird GCC Energy, LLC