

COLORADO Division of Reclamation, Mining and Safety Department of Natural Resources

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: | |
|-------------------------------|---------------------------------|----------------------------------|-------------|--|
| JD-6 Mine | M-1977-310 | Uranium and vanadium | Montrose | |
| INSPECTION TYPE: | INSPECTOR(S): | INSP. DATE: | INSP. TIME: | |
| Monitoring | Dustin M. Czapla | May 3, 2022 | 13:01 | |
| OPERATOR: | OPERATOR REPRESENTATIVE: | TYPE OF OPERATION: | | |
| Highbury Resources, Inc. | Scott Pottorffs | 110d - Designated Limited Impact | | |
| | | | | |
| REASON FOR INSPECTION: | BOND CALCULATION TYPE: | BOND AMOUNT: | | |
| Normal I&E Program | None | \$46,200.00 | | |
| DATE OF COMPLAINT: | POST INSP. CONTACTS: | JOINT INSP. AGENCY: | | |
| NA | None | None | | |
| WEATHER: | INSPECTOR'S SIGNATURE: | SIGNATURE DATE: | | |
| Clear | De | May 9, 2022 | | |

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 <u>N</u> | (RD) ROADS <u>N</u> |
|--|-------------------------------------|------------------------------|
| (HB) HYDROLOGIC BALANCE Y | (BG) BACKFILL & GRADING <u>N</u> | (EX) EXPLOSIVES <u>N</u> |
| (PW) PROCESSING WASTE/TAILING <u>N</u> | (SF) PROCESSING FACILITIES <u>N</u> | (TS) TOPSOIL <u>N</u> |
| (MP) GENL MINE PLAN COMPLIANCE- <u>Y</u> | (FW) FISH & WILDLIFE <u>N</u> | (RV) REVEGETATION <u>N</u> |
| (SM) SIGNS AND MARKERS <u>N</u> | (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>N</u> |
| (AT) ACID OR TOXIC MATERIALS <u>N</u> | (OD) OFF-SITE DAMAGE <u>N</u> | |

Y = Inspected and found in compliance / 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 Division of Reclamation, Mining and Safety's (Division) normal monitoring program. Scott Pottorffs and Dana Cline, representing Highbury Resources, were present. Representatives from DOE and BLM were present. Photographs are included with this report in order to illustrate some of the conditions observed.

The JD-6 Mine is located approximately nine miles west of Naturita and accessed from EE19 road. The site is a 110d operation that includes a total of 6.24 permitted acres.

There has been no recent activity at this site. Conditions appear similar to those observed during past inspections. The repaired retaining wall continues to appear stable. Stormwater control structures appear to be maintained and functional. No problems or violations were noted during this inspection. Final reclamation has not yet commenced.

Responses to this inspection report should be directed to Dustin Czapla at the Division of Reclamation, Mining and Safety, 1313 Sherman Street Room 215, Denver, Colorado, 80203, phone number (303) 866-3567, ext. 8188.

PERMIT #: M-1977-310 INSPECTOR'S INITIALS: DMC INSPECTION DATE: May 3, 2022

PHOTOGRAPHS



Inspection Contact Address

Joshua Bleak Highbury Resources Inc. 10808 S. River Front Parkway, Suite 321 South Jordan, UT 84095