




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: Sunday Mine	MINE/PROSPECTING ID#: M-1977-285	MINERAL: Uranium and vanadium	COUNTY: San Miguel
INSPECTION TYPE: Multi Person Inspection	INSPECTOR(S): Lucas West	INSP. DATE: May 19, 2022	INSP. TIME: 09:45
OPERATOR: Pinon Ridge Mining LLC	OPERATOR REPRESENTATIVE: Michael Rutter	TYPE OF OPERATION: 112d-2 - Designated Mining Operation	
REASON FOR INSPECTION: Normal I&E Program	BOND CALCULATION TYPE: Complete Bond	BOND AMOUNT: \$330,242.00	
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: None	JOINT INSP. AGENCY: None	
WEATHER: Clear	INSPECTOR'S SIGNATURE: 	SIGNATURE DATE: June 7, 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>Y</u>
(HB) HYDROLOGIC BALANCE----- <u>Y</u>	(BG) BACKFILL & GRADING----- <u>Y</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>Y</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--- <u>N</u>	(ST) STIPULATIONS----- <u>N</u>
(AT) ACID OR TOXIC MATERIALS----- <u>N</u>	(OD) OFF-SITE DAMAGE----- <u>Y</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 normal monitoring program established by the Colorado Division of Reclamation, Mining and Safety's Active Mines Program as well as to conduct on site discussion between the James Blair of Bureau of Land Management (BLM), Michael Rutter the Operator representative, Bruce Smith of Western Water and Land the Operator's Consultant as well as representatives from Edge Environmental a third party consultant working on the Environmental Assessment required under the BLM's Plan of Operation application process. In addition Grant Glasier representing the Operator was present during the inspection. The Sunday Mine is a 112d that consists of 60 permitted acres and a maximum disturbance of 40 acres. The site is currently listed as active, however the site was not active at the time of the inspection. The remote vent shaft sites for all five permitted mines within the Sunday Mine Complex were not inspected at this time. The Division Currently holds \$330,242.00 in Financial Warranty for the site. A reclamation cost estimate was performed. Staff calculations found that the currently held Financial Warranty is sufficient to achieve reclamation in accordance with the Act, Rules and Regulations and the approved Reclamation Plan. Eight Photos accompany this report to illustrate the current conditions of the site

As seen in Photo One, the permit ID sign was observed at the entrance to the site. The permit boundary markers were also observed. Photos Two and Three shows an example of the sediment catchment basins that are located on site as part of the storm water management plan. All storm water control devices were in good condition and appear to be functioning as designed. All diversion ditches appear to be functioning as designed and no significant erosion was observed throughout of the site. Both waste rock dumps and out slopes of all constructed faces were observed and appear to be stable. The pads and road areas showed no signs of settling, slumping or erosion and appeared stable during the inspection.

The portal on site remains secure and shows no signs of attempted unauthorized entry. The earthen backfill and locked steel gate are in good condition. The portal and its enclosure can be seen in Photo Four. All work facilities were secure and seemed to be in good condition during the time of the inspection. All other support infrastructure such as power lines and transformer stations were observed to be in good working order. Examples of the work facilities can be seen in Photo Five. Vent shaft S-2, located to the Northwest of the shop facilities is covered with a steel grate and has been secured as shown in Photo Six. All loadouts, roads and pad areas that exist on site were observed and in good condition.

The lined Ore Pad was observed to be in good condition. The face of the pad shows no evidence of surface stockpiling and no observable impacts from precipitation was noted. The out slopes and berms of the pad appear stable. The pad can be seen in Photos Seven and Eight.

The overall footprint of the site was in good condition, and free from excessive trash or debris. No significant signs of settling, slumping or erosion were noted on site and no State Listed Noxious Weeds were observed. All responses to this report should be directed to Lucas West at the Colorado Division of Reclamation, Mining and Safety at Room 215, 1001 E. 62nd Ave Denver, CO 80216, by phone at (303) 866-3567 Ext. 8187 or by email at lucas.west@state.co.us.

PHOTOGRAPHS



Photo One: View west, showing the proper Mine ID Signage posted on the entrance gate to the site.

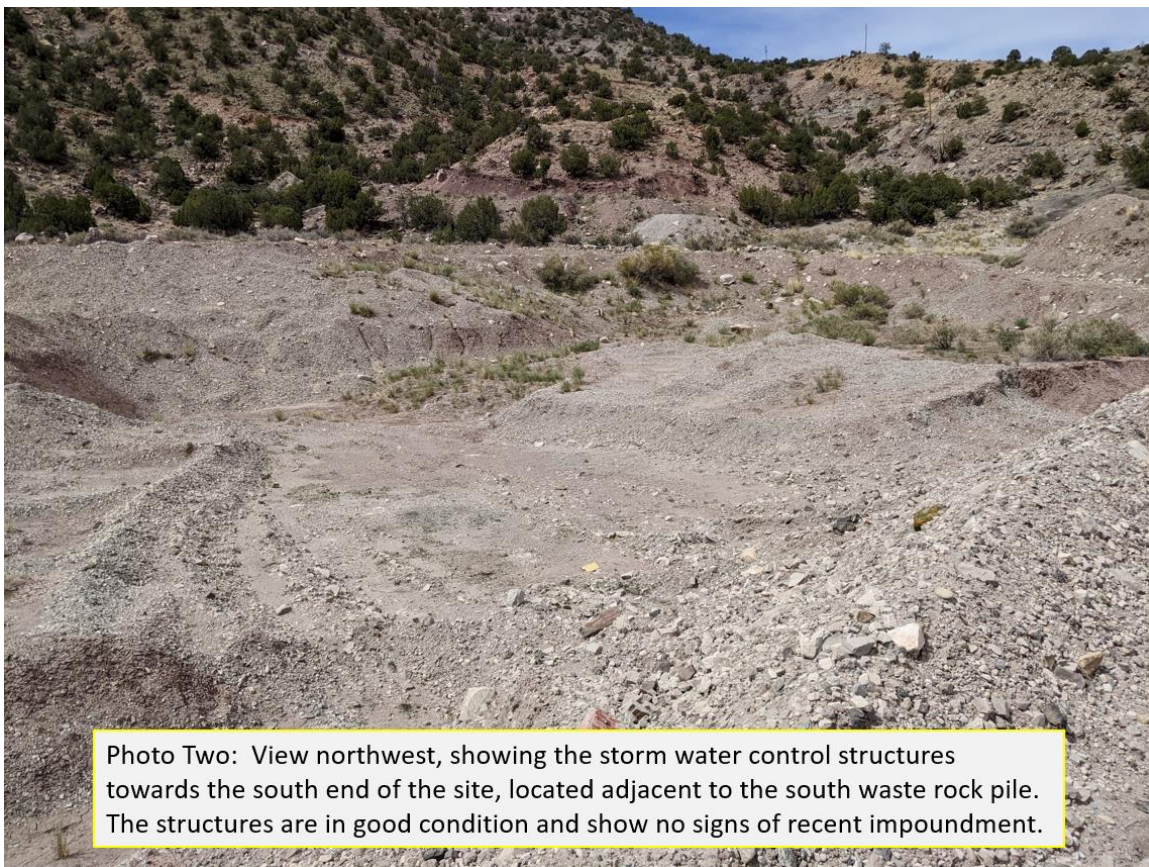


Photo Two: View northwest, showing the storm water control structures towards the south end of the site, located adjacent to the south waste rock pile. The structures are in good condition and show no signs of recent impoundment.





Photo Five: View north, showing an overview of the site, more specifically the work facilities and support infrastructure. The shop facilities were secure and showed no signs of vandalism or attempted unauthorized entry.



Photo Six: View west, showing the secured covering on Vent Shaft S-2 located in the main permit area. This vent shaft was secure at the time of the inspection.



Photo Seven: View northeast, showing the lined ore pad EPF that has been constructed on site. The pad is in excellent condition and no evidence of recent ore storage was noted.



Photo Eight: view southeast, showing another view of the lined ore pad EPF. The pad shows no signs of settling, slumping or erosion, and the out slopes were stable at the time of the inspection.

Inspection Contact Address

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Enclosure

CC: