

June 13, 2022

Daniel Takami Grand Island Resources LLC 12567 West Cedar Dr. Lakewood, CO 80228

RE: Cross Gold Mine, Permit No. M-1977-410

Notice of Designated Mining Operation - Final Determination

Mr. Takami:

On February 17, 2022, the Division of Reclamation, Mining and Safety (Division) sent you a Notice of Designated Mining Operation Determination letter in accordance with Rule 7.2.2 of the Mineral Rules and Regulations of the Colorado Mined Land Reclamation Board for Hard Rock, Metal and Designated Mining Operations (Rules). On March 18, 2022, the Division received a response letter from Grand Island Resources (GIR or Operator) stating that the Operator disagreed with the Division's determination that the Cross Gold Mine is a Designated Mining Operation.

As required by Rule 7.2.4(1)(a), the Division and the Operator held a meeting on May 25, 2022 to discuss the pending designation. In making its final determination, the Division took into consideration both the information the Operator provided in the March 18th letter, as well as the information the Operator and their counsel provided during the May 25th meeting. The Division has determined the Operator has not satisfactorily demonstrated that the Cross Gold Mine is not a Designated Mining Operation. Therefore, this letter serves as the Division's final determination that the Cross Gold Mine is a Designated Mining Operation as defined by Rule 1.1(20).

Pursuant to Rule 7.2.4(1)(b), the Operator may appeal the Division's determination to the Board within 30 days of the date of this letter.

If you have any questions, you may contact me at (303) 866-3567 ext. 8116.

Sincerely,

Senior Environmental Protection Specialist

EC: Richard Mittasch, Grand Island Resources LLC Robert E. Botts, Jr., STINSON LLP Russ Means, DRMS Amy Eschberger, DRMS Scott Schultz, AGO

