

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:
2005-06 Geo-hydrology Drilling and Coring	P-2005-002	Oil shale	Rio Blanco
- Private			
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Monitoring	Amy Yeldell	June 1, 2022	09:00
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Shell Frontier Oil & Gas Inc.	Samantha Baker	MP - Mineral Prospecting	
REASON FOR INSPECTION:	BOND CALCULATION TYPE:	BOND AMOUNT:	
Normal I&E Program	None	\$369,361.00	
DATE OF COMPLAINT:	POST INSP. CONTACTS:	JOINT INSP. AGE	NCY:
NA	None	None	
WEATHER:	INSPECTOR'S SIGNATURE:	SIGNATURE DAT	E:
Clear	Amy Geldell	June 16, 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 $\underline{\mathbf{Y}}$	(RD) ROADS <u>Y</u>
(HB) HYDROLOGIC BALANCE <u>Y</u>	(BG) BACKFILL & GRADING \underline{Y}	(EX) EXPLOSIVES <u>NA</u>
(PW) PROCESSING WASTE/TAILING NA	(SF) PROCESSING FACILITIES \underline{NA}	(TS) TOPSOIL <u>NA</u>
(MP) GENL MINE PLAN COMPLIANCE- <u>Y</u>	(FW) FISH & WILDLIFE \underline{Y}	(RV) REVEGETATION <u>Y</u>
(SM) SIGNS AND MARKERS <u>NA</u>	(SP) STORM WATER MGT PLAN \underline{NA}	(RS) RECL PLAN/COMP Y
(ES) OVERBURDEN/DEV. WASTE NA	(SC) EROSION/SEDIMENTATION \underline{NA}	(ST) STIPULATIONS <u>Y</u>
(AT) ACID OR TOXIC MATERIALS NA	(OD) OFF-SITE DAMAGE <u>NA</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 normal monitoring program. The 2005-06 Geo-hydrology Drilling and Coring Program- Private is a Hard Rock NOI located in Rio Blanco County. Amy Yeldell of the Division conducted the inspection. Samantha Baker represented the Operator.

The permitted NOI includes a total of 2.85 acres and has a current bond of \$369,361.00. Following the approval of AR-2 in 2021 the following pads remain permitted; A28-25-199, 49-35-199, 50-35-199, 51-35-199, 52-35-199, and 55-35-199.

All hydrology wells have been abandoned and pads have been reclaimed. The last reclamation efforts were completed in 2016 and now are awaiting adequate vegetation establishment. The past winter was extremely dry with very little snow/ moisture. This spring/ early summer has been very cold with limited precipitation. Generally plants are behind schedule in germination and inspection timing is more comparable to typical March/April site conditions. Wild horse populations have significantly increased and vegetation throughout the Piceance Basin is showing signs of overgrazing. Over all pads are stable with no signs of erosion. All mining related debris has been removed from the site(s). Specific observations of each pad are listed below,

A28-25-199: Vegetation is almost entirely comprised of nuisance plants. Previously very little vegetation was present and of desirable plants this continues to hold true. Treatment/removal of nuisance species will leave the pad nearly bare and additional revegetation will likely be necessary to establish desirable species. Additionally given its location and tendency to be grazed, fencing may also increase success rates.

Responses to this inspection report should be directed to Amy Yeldell at the Division of Reclamation, Mining and Safety, Room 215, 1001 E 62nd Ave, Denver, CO 80216. 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

Samantha Baker Shell Frontier Oil & Gas Inc. 4487 County Road 233 Rifle, CO 81650

EC::

Travis Marshall, Senior EPS, Grand Junction DRMS

PHOTOGRAPHS



