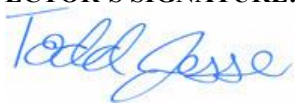




MINERALS PROGRAM INSPECTION REPORT
PHONE: (303) 866-3567

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: North Farm Road Gravel Pit | MINE/PROSPECTING ID#: M-2000-110 | MINERAL: Sand and gravel and material for construc | COUNTY: Rio Grande |
| INSPECTION TYPE: Monitoring | WEATHER: Cloudy | INSP. DATE: April 11, 2023 | INSP. TIME: 13:30 |
| OPERATOR: Bassi North Farm, LLC | OPERATOR REPRESENTATIVE: Richard Bassi | TYPE OF OPERATION: 112c - Construction Regular Operation | |
| REASON FOR INSPECTION: Normal I&E Program | BOND CALCULATION TYPE: Partial Bond | BOND AMOUNT: \$27,000.00 | |
| DATE OF COMPLAINT: NA | POST INSP. CONTACTS: None | JOINT INSP. AGENCY: None | |
| INSPECTOR(S): Todd Jesse | INSPECTOR'S SIGNATURE:  | SIGNATURE DATE: April 24, 2023 | |

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>N</u> | (FN) FINANCIAL WARRANTY----- <u>Y</u> | (RD) ROADS----- <u>Y</u> |
| (HB) HYDROLOGIC BALANCE----- <u>Y</u> | (BG) BACKFILL & GRADING----- <u>Y</u> | (EX) EXPLOSIVES----- <u>NA</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>N</u> | (FW) FISH & WILDLIFE----- <u>Y</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>NA</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 report was conducted as part of the normal monitoring program established by the Colorado Division of Reclamation, Mining, and Safety's Active Mines Program. The North Farm Road Gravel Pit is a 112c Operation operated by Bassi North Farm, LLC. This site is located 2 miles north of Monte Vista at an elevation of 7,600 feet. Public access is controlled by a gate off North Farm Road. Richard Bassi and Anthony Arias of Bassi North Farm, LLC were present during the inspection.

The mine identification sign and the affected area boundary markers are in place and in compliance with rule 3.1.12. The sign is posted by the gate off of North Farm Road. The permit boundary is marked with fence line that is easily identifiable. Groundwater is exposed in the pit floor and the pit will remain a pond post reclamation. Waterfowl were seen utilizing the pond during the inspection. There was no evidence of state listed noxious weeds within the affected area.

Mining is occurring inside of Cell #1 and extracted material is taken to the neighboring N Farm Rd Pit No 1 (m1977140) operated by Mathias Concrete where it is screened and processed. There are still 6 unutilized cells in the mine plan. There are no processing facilities, hydrocarbons or chemicals stored on site.

In an effort to ensure the financial warranty remains adequate to reclaim this site per the requirements of the approved reclamation plan, DRMS will update the reclamation cost estimate. The estimate will be forwarded to the operator under separate cover. The last bond calculation was done in 2017.

Photos that show the conditions observed during the inspection are included at the end of this report.

No problems or possible violations were noted or observed during the April 11, 2023 inspection.

All responses to this report should be directed to Todd Jesse with the Division's Active Mines Program at DRMS, Room 215, 1001 E. 62nd Ave. Denver, CO 80216. Direct contact can be made at the Division's Grand Junction Field Office, by phone at 720 688-0626 or by email at todd.jesse@state.co.us.

PHOTOGRAPHS



View to the south showing proper Mine ID signage at the entrance to the site



View to the west showing fence line that delineates the northern permit boundary



View to the south showing fence line that delineates the western permit boundary with access to neighboring permit



View to the northeast showing the platform in the pit where equipment extracts material.



View to the south showing berm along the edge of the pit



View to the southeast showing Cell #3, an undisturbed cell in the permit boundary

Inspection Contact Address

Richard Bassi
Bassi North Farm, LLC
2046 Lake Avenue
Pueblo, CO 81004

CC: Travis Marshall, DRMS