



DESERADO MINE

BLUE MOUNTAIN ENERGY

3607 County Rd. 65
Rangely, CO 81648
(970)675-4300
fax (970)675-4399

March 30, 2023

Mr. Clayton Wein
Division of Reclamation, Mining and Safety
1313 Sherman Street, Room 215
Denver, CO 80203

RE: Sediment Pond Inspection Report for First Quarter 2023.
County Road 65 Subsidence Monitoring Report
Blue Mountain Energy, Inc., Deserado Mine (Permit C-1981-018).

Dear Clayton:

Enclosed is the Sediment Pond Inspection Report for the first quarter 2023 for the Deserado Mine. The only discharges that occurred during the quarter was from the B-seam dewatering system, DP-1, and Raw Water Lagoon.

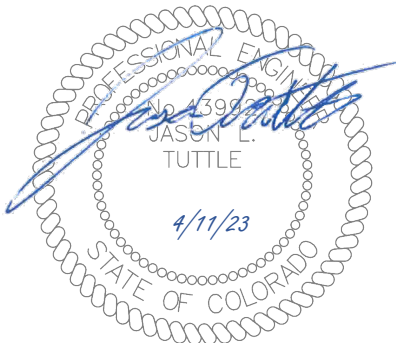
Pumping to the 'D-seam' dewatering pond system were reinitiated during late November 2017. Pumping from the 'B-seam' continued to the old system (BD-1-7 and BD-LC) and should continue that direction until we get a discharge permit at BD2-4.

COUNTY ROAD 65 SUBSIDENCE REPORT

Longwall mining under County Road 65 did not occur during the quarter. Virtually no settlement is visible since the last report. Monitoring of the area is done daily as the area is traversed for other duties around the mine property.

If you have any questions, please call me at (970) 675-4347.

<https://pilotinstitute.com/>Sincerely,



Jason Tuttle P.E.
Project Engineer

enc.: