

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/PROSPEC | TING ID#: | MINERAL: | COUNTY: |
|------------------------|------------------------|---------------|----------------------------------|-------------|
| Incas Mine | M-1986-076 | | Gold and silver | La Plata |
| INSPECTION TYPE: | INSPECTOR(S): | | INSP. DATE: | INSP. TIME: |
| Monitoring | Dustin Czapla | | August 29, 2023 | 14:30 |
| OPERATOR: | OPERATOR REF | PRESENTATIVE: | TYPE OF OPERATION: | |
| Mayday Livery LLC | Aaron Taylor | | 110d - Designated Limited Impact | |
| | | | 1 | |
| REASON FOR INSPECTION: | BOND CALCULA | ATION TYPE: | BOND AMOUNT: | |
| Normal I&E Program | Complete Bond | | \$29,902.68 | |
| DATE OF COMPLAINT: | POST INSP. CON | TACTS: | JOINT INSP. AGENCY: | |
| NA | None | | None | |
| WEATHER: | INSPECTOR'S SIGNATURE: | | SIGNATURE DATE: | |
| Clear | De | | September 1, 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>Y</u> | (FN) FINANCIAL WARRANTY Y | (RD) ROADS <u>N</u> |
|--|-------------------------------------|------------------------------|
| (HB) HYDROLOGIC BALANCE <u>Y</u> | (BG) BACKFILL & GRADING <u>Y</u> | (EX) EXPLOSIVES <u>N</u> |
| (PW) PROCESSING WASTE/TAILING N | (SF) PROCESSING FACILITIES N | (TS) TOPSOIL <u>N</u> |
| (MP) GENL MINE PLAN COMPLIANCE- <u>Y</u> | (FW) FISH & WILDLIFE <u>N</u> | (RV) REVEGETATION <u>Y</u> |
| (SM) SIGNS AND MARKERS <u>N</u> | (SP) STORM WATER MGT PLAN N | (RS) RECL PLAN/COMP <u>Y</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>N</u> | |

Y = Inspected / N = Not inspected / NA = Not applicable to this operation / PB = Problem cited / PV = Possible violation cited

PERMIT #: M-1986-076 INSPECTOR'S INITIALS: DMC INSPECTION DATE: August 29, 2023

OBSERVATIONS

This inspection was conducted as part of the Division of Reclamation, Mining and Safety's (Division) normal monitoring program. Aaron Taylor, representing the Operator, was present during this inspection. Photographs are included with this report in order to illustrate conditions observed.

The Incas Mine is located approximately five miles north of Hesperus and accessed through the May Day Idaho Mine Complex (M-1981-185). The site is a 110d operation that includes a total of 9.9 permitted acres. The Division currently holds a financial warranty amount of \$29,902.68 for this site. The required financial warranty amount was reduced through SR02 to \$1,077.

Reclamation of the mine site has been completed. Final grading is finished and appears stable. No erosional issues were noted. Seeding of the disturbed areas has occurred and vegetation is becoming established and appears adequate. Previous mining operations utilized several portals at various levels throughout the site to gain access to the underground workings. All portals have been backfilled, are secure and appeared stable at the time of the inspection. No signs of settling, slumping or erosion of the earthen backfill material was noted. The mill building has been converted to a cabin for the landowner's personal use.

No problems or violations were noted during this inspection.

Responses to this inspection report should be directed to Dustin Czapla at the Division of Reclamation, Mining and Safety, 1313 Sherman Street Room 215, Denver, Colorado, 80203, phone number (303) 866-3567, ext. 8188.



Inspection Contact Address

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