

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:
SR-11 Mine	M-1977-451	Uranium and vanadiu	San Miguel
INSPECTION TYPE:	WEATHER: Clear	INSP. DATE:	INSP. TIME:
Multi Person Inspection		October 5, 2023	11:53
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Highbury Resources Inc.	Scott Pottorff	112d-1 - Designated Mining Operation	
REASON FOR INSPECTION:	BOND CALCULATION TYPE:	BOND AMOUNT:	
Normal I&E Program		\$43,000.00	
DATE OF COMPLAINT:	POST INSP. CONTACTS:	JOINT INSP. AGENCY:	
NA	None	None	
INSPECTOR(S):	INSPECTOR'S SIGNATURE:	SIGNATURE DATE:	
Lucas West		October 27, 2023	
Travis Marshall	aga.		

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>N</u>	(RD) ROADS <u>Y</u>
(HB) HYDROLOGIC BALANCE <u>Y</u>	(BG) BACKFILL & GRADING <u>N</u>	(EX) EXPLOSIVES <u>N</u>
(PW) PROCESSING WASTE/TAILING N	(SF) PROCESSING FACILITIES \underline{N}	(TS) TOPSOIL <u>N</u>
(MP) GENL MINE PLAN COMPLIANCE- Y	(FW) FISH & WILDLIFE \underline{Y}	(RV) REVEGETATION N
(SM) SIGNS AND MARKERS <u>Y</u>	(SP) STORM WATER MGT PLAN N	(RS) RECL PLAN/COMP N
(ES) OVERBURDEN/DEV. WASTE <u>N</u>	(SC) EROSION/SEDIMENTATION \underline{Y}	(ST) STIPULATIONS \underline{Y}
(AT) ACID OR TOXIC MATERIALS N	(OD) OFF-SITE DAMAGE <u>N</u>	

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

OBSERVATIONS

This inspection was conducted as part of the normal monitoring program for Designated Mining Operations, established by the Colorado Division of Reclamation, Mining and Safety's Active Mines Program. The SR-11 Mine is a 112d-1 operation that is currently in Temporary Cessation. The site is located southwest of Slick Rock County in San Miguel County, at the end of County Road 4q at nearly 7030 feet in Elevation. Public access to the site is controlled by a locked gate where the permit boundary meets the County Road. In addition to the Operator Representatives and Inspectors listed on Page One of this report, several representatives from the Department of Energy (DOE) and Bureau of Land Management (BLM) were present during the inspection. The site was not active during the inspection as it lies on a DOE Lease Tract. The Division holds a financial warranty of \$100.00 for the site and the remainder of the required financial warranty is held by the DOE. Four Photos accompany this report to illustrate the current site conditions.

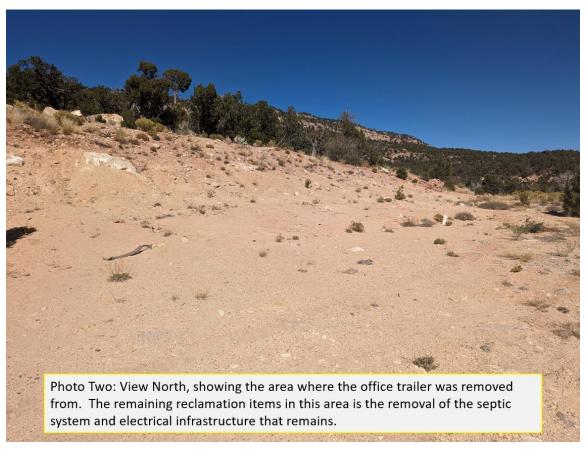
The proper mine identification signage was posted at the entrance to the site, and the permit boundaries are clearly marked. There was no equipment on site during the inspection. This inspection was limited to the surface facilities. The portal has been secured by a locked gate shown in Photo One. The portal closure is in good condition and shows no signs of attempted unauthorized entry. The main reclamation item that has been accomplished since the Division's previous inspection is the removal of the office trailer located on site. Photo Two shows the location that the trailer, used to be. Remaining tasks associated with this area is the removal of the on-site septic system.

The portal pad and waste dump area consists of only development waste as the mine was never in production. The slopes of the waste dump are approximately at a 2H: 1V configuration and appear to be stable. The slopes show no evidence of erosion but it has been stabilized by the vegetation and is in good condition. At the toe of the waste dump is the stripped area that has been prepped to expand the dump when the mine reactivates. A sediment ditch runs along the base of the waste dump conveying any storm water and sedimentation to the storm water collection basin. The stripped area and out slopes of the pad can be seen in Photos Three and Four. Throughout the site, the vegetation has become well established and self-sustaining. The vegetation can be seen in all of the photos included in this report. Evidence of chemical treatment of small populations of noxious weeds was observed during the inspection.

The overall footprint of the site is in good condition and free from trash and debris. The site is free draining and no significant signs of erosion were noted during the inspection. No problems or possible violations were observed. All responses to this report should be directed to Lucas West at the Colorado Division of Reclamation, Mining and Safety at Room 215, 1001 E 62nd Ave. Denver, CO 80216, by phone at (303)-866-3567 Ext. 8187 or by email at lucas.west@state.co.us.

PHOTOGRAPHS









PERMIT #: M-1977-451 INSPECTOR'S INITIALS: LJW INSPECTION DATE: October 5, 2023

Inspection Contact Address

Scott Pottorff Highbury Resources Inc. PO BOX 700 Nucla, CO 81424

CC: Travis Marshall, DRMS

EC: Scott Pottorff, Highbury Resources, Inc.

Ian Shafer, DOE Brian Mangan, RSI