




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: Jackrabbit Gravel Quarry	MINE/PROSPECTING ID#: M-2025-028	MINERAL: Aggregate	COUNTY: Garfield
INSPECTION TYPE: Preoperation Inspection	WEATHER: Clear	INSP. DATE: August 28, 2025	INSP. TIME: 11:00
OPERATOR: QB Energy Operating, LLC	OPERATOR REPRESENTATIVE: Ed Seymour	TYPE OF OPERATION: 112c - Construction Regular Operation	
REASON FOR INSPECTION: Preoperation Inspection	BOND CALCULATION TYPE: Complete Bond	BOND AMOUNT: PF.Actual Surety	
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: None	JOINT INSP. AGENCY: None	
INSPECTOR(S): Todd Jesse	INSPECTOR'S SIGNATURE: 	SIGNATURE DATE: August 29, 2025	

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----- <u>Y</u>	(RD) ROADS----- <u>Y</u>
(HB) HYDROLOGIC BALANCE----- <u>Y</u>	(BG) BACKFILL & GRADING----- <u>Y</u>	(EX) EXPLOSIVES----- <u>N</u>
(PW) PROCESSING WASTE/TAILING---- <u>N</u>	(SF) PROCESSING FACILITIES----- <u>N</u>	(TS) TOPSOIL----- <u>Y</u>
(MP) GENL MINE PLAN COMPLIANCE- <u>N</u>	(FW) FISH & WILDLIFE----- <u>Y</u>	(RV) REVEGETATION---- <u>Y</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>Y</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

OBSERVATIONS

This pre-operational inspection was conducted by the Colorado Division of Reclamation, Mining and Safety (Division) as part of the 112c permit application that was submitted by QB Energy Operating, LLC for the Jackrabbit Gravel Quarry. The permit application was submitted June 9, 2025 and deemed complete on June 18, 2025. The Jackrabbit Gravel Quarry is a proposed 112c permit. The proposed permit area would include a total of 17.2 acres. The site is located approximately 12 miles northwest of Parachute, CO. The site is access via private roads maintained by QB Energy. Ed Seymour of QB Energy Operating, LLC was present for the inspection. The weather conditions were clear with temperatures around 60 degrees Fahrenheit. Ground conditions were mostly dry with some muddy areas from recent storms.

Availability Of Records:

Overall the maps and other documents submitted by the operator during the application process appear to be accurate and representative of the site.

Acid And Toxic Materials:

None observed on site

Backfilling and Grading:

The area has been graded to a flat pad. The original intent was to create a well pad. The slopes above the pad area graded and appear stable with no erosion observed.

Fish and Wildlife:

Coyote scat was observed on the pad

Hydrologic Balance:

No groundwater has been exposed. It is not anticipated that the operation will impact groundwater. Meteoric water is controlled around the pad using berms and wattles. No hydrocarbons are present and no evidence of spills were noted.

Roads:

The access road to reach the site is in good condition. A water truck was observed on the roads approaching the pad. No displacement or excessive erosion was observed.

Revegetation:

The site does not currently have vegetation. Vegetation and growth medium were removed when the pad was created.

Subsidence:

No subsidence or excessive erosion was observed within the proposed disturbance area.

Support Facilities On-site:

There are no facilities or equipment on site.

Signs and Markers:

As required by Rule 1.6.2(1)(b) a sign with public notice was posted at the gate to the property.

Topsoil:

Topsoil is stockpiled on the southern end of the pad area and is protected by vegetation.

Photos that show site conditions are attached to the end of this report.

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



Photo 1: View to the south of public notice sign at entrance to the pit.



Photo 2: View to the north of access road into the quarry.



Photo 3: View to the south of topsoil stockpiles protected with vegetation.



Photo 4: View to the northwest of slopes below pad and stormwater berms.



Photo 5: View to the north of the pad and the graded slope above it.

Inspection Contact Address

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QB Energy Operating, LLC
143 Diamond Avenue
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