

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: |
|------------------------|--------------------------|--------------------------------------|-------------|
| May Day Mine | M-1981-185 | Gold and silver | La Plata |
| INSPECTION TYPE: | WEATHER: | INSP. DATE: | INSP. TIME: |
| Monitoring | Cloudy | September 3, 2025 | 12:40 |
| OPERATOR: | OPERATOR REPRESENTATIVE: | TYPE OF OPERATION: | |
| Sunrise Mining LLC | Jack Nielsen | 112d-2 - Designated Mining Operation | |
| REASON FOR INSPECTION: | BOND CALCULATION TYPE: | BOND AMOUNT: | |
| Normal I&E Program | None | \$137,448.00 | |
| DATE OF COMPLAINT: | POST INSP. CONTACTS: | JOINT INSP. AGENCY | /: |
| NA | None | None | |
| INSPECTOR(S): | INSPECTOR'S SIGNATURE: | SIGNATURE DATE: | |
| Dustin Czapla | h | September 18, 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 N | (EX) EXPLOSIVES N |
| (PW) PROCESSING WASTE/TAILING N | (SF) PROCESSING FACILITIES 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 N | (SC) EROSION/SEDIMENTATION \underline{Y} | (ST) STIPULATIONS <u>N</u> |
| (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 Division of Reclamation, Mining and Safety's (Division) normal monitoring program. A representative for the operator was not present. Photographs are included with this report to illustrate some of the conditions observed.

The May Day Mine is located approximately 4.5 miles north of Hesperus and accessed from CR 124. The site is a 112d-2 operation that includes a total of 154.29 permitted acres. The Division currently holds a financial warranty amount of \$132,202.00 for this site. The Division has reviewed the reclamation costs, to ensure the financial warranty reflects the actual current cost of fulfilling the requirements of the Reclamation Plan and determined that the current financial warranty amount is sufficient.

The site has been in temporary cessation since May 1, 2019 (TC1). The second period of temporary cessation (TC2) began May 1, 2024, and will expire May 1, 2029. Pursuant to Rule 1.13.9 (3), once the maximum limit of ten (10) consecutive years of Temporary Cessation has been reached, final reclamation of the affected lands shall be initiated with all reasonable diligence, as soon as practicable and as conditions allow. Final reclamation shall be completed within five years, unless extended by the Board or Office. Pursuant to Rule 1.13.10, in no case shall Temporary Cessation be continued for more than ten (10) consecutive years without terminating the mining operation and fully complying with the Reclamation and Environmental Protection Plan requirements of the Act and Rules.

The base of operations area is well maintained and orderly. Noxious weeds were not observed. No fuels or toxic materials are stored here.





The access roads were in good condition. No erosion or stability concerns were noted.





On June 13, 2012, the operator submitted Technical Revision 3 (TR-03) which proposed a plan for renovation of the bridge crossing the La Plata River. TR-03 proposed bolstering the existing steel abutments and girders, replacing the wood decking with steel decking, and adding guard rails. TR-03 was approved by the Division on June 26, 2012. The wood decking on the bridge has been replaced with new wood decking. However, to date, the bridge renovations approved through TR-03 have not been commenced or completed by the operator. The renovations must be completed before any hauling of ore from the site can occur.





Conditions at the May Day 2 area are unchanged from previous inspections. The culvert system located in Little Deadwood Gulch appears to be functioning as designed. The portal remains collapsed. No erosion or stability concerns were noted. Noxious weed infestations were not observed. No problems or violations were noted in this area.





May Day 2 collapsed portal

Little Deadwood Gulch culvert system

Conditions at the May Day 1 Area are mostly unchanged from previous inspections. Evidence of any recent mining activity was not observed in this area. The portal is secured with a locked gate. Wire mesh and rock bolts used to stabilize the highwall above the portal appear to be functioning effectively. The milling equipment that was removed from the collapsed mill portal is still located on the May Day 1 pad, along with several shipping containers. No stability or erosion concerns were noted here. Noxious weed infestations were not observed in this area. No problems or violations were noted in this area.













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, Room 215, 1001 E 62nd Avenue, Denver, CO 80216, phone number (970) 433-8393, dustin.czapla@state.co.us.

Inspection Contact Address

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