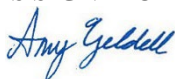




MINERALS PROGRAM INSPECTION REPORT
PHONE: (303) 866-3567

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: Stout - Amick Pit	MINE/PROSPECTING ID#: M-1981-275	MINERAL: Sand and gravel	COUNTY: Rio Blanco
INSPECTION TYPE: Surety Release Inspection	WEATHER: Clear	INSP. DATE: October 28, 2025	INSP. TIME: 10:00
OPERATOR: Diana K. Watson	OPERATOR REPRESENTATIVE: Jim Watson	TYPE OF OPERATION: 112c - Construction Regular Operation	
REASON FOR INSPECTION: Priority	BOND CALCULATION TYPE: None	BOND AMOUNT: \$0.00	
DATE OF COMPLAINT: NA	POST INSP. CONTACTS: DRMS	JOINT INSP. AGENCY: None	
INSPECTOR(S): Amy Yeldell	INSPECTOR'S SIGNATURE: 	SIGNATURE DATE: October 31, 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>NA</u>
(PW) PROCESSING WASTE/TAILING---- <u>N</u>	(SF) PROCESSING FACILITIES----- <u>NA</u>	(TS) TOPSOIL----- <u>NA</u>
(MP) GENL MINE PLAN COMPLIANCE- <u>Y</u>	(FW) FISH & WILDLIFE----- <u>N</u>	(RV) REVEGETATION---- <u>NA</u>
(SM) SIGNS AND MARKERS----- <u>Y</u>	(SP) STORM WATER MGT PLAN---- <u>N</u>	(RS) RECL PLAN/COMP-- <u>NA</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>NA</u>	(OD) OFF-SITE DAMAGE----- <u>NA</u>	

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

OBSERVATIONS

Amy Yeldell of the Colorado Division of Reclamation, Mining and Safety's (Division) conducted the inspection. Jim Watson represented, the Operator. The Stout-Amick Pit is a 112c permitted that consists of 42.8 acres. The site is located in Rio Blanco County in Meeker, Colorado and is accessed from CR4. This inspection was conducted in response to AR-1 which was filed on September 29, 2025.

Acid And Toxic Materials:

No fuel or other hazardous materials are located on site.

Backfilling and Grading:

No excavations have occurred to date; therefore no backfilling or grading is required. The road to the top of the mesa was improved.

Explosives:

Explosives will not be used with this operation.

Financial Warranty:

The Division currently requires a financial warranty amount of \$68,521.00 for this site.

The Division is required to hold a minimum Financial Warranty in the amount of \$500. Given that mining has not yet commenced the Operator may commit to reducing their bond until such time as mining commences. The Operator has also committed to notifying the Division a minimum of 60 days prior to commencement of mining. At that time the Division will update the reclamation cost estimate and issue a Notice of Surety Increase as necessary to cover the cost to reclaim the site as per the approved Mining and Reclamation Plans. Once the appropriate financial warranties (bond) are in place, mining can then commence.

Hydrologic Balance:

Culverts along the mining access road through the pasture have been replaced.

Gen. Compliance With Mine Plan:

Mining at this site has not yet commenced. (Photos One-Three)

Other:

Mr. Watson indicated that they have been approached about mining at this site. He stated that prior to the commencement of mining that they would transfer the permit to the new Operator.

Technical Revision (TR-1) has been filed to adjust the bond to the minimum amount. Additionally, a surety reduction (SR-2) has also been filed to release the additional bond. This inspection will also cover those revisions. Decision letters for all revisions will be sent under a separate cover.

Right of Entry:

Division staff verified that Diana Watson remains the landowner of all affected lands and therefore is in compliance with Rule 6.3.7 by maintaining its Legal Right of Entry.

Support Facilities On-site:

No equipment, buildings or other mining related features are located on site.

Signs and Markers:

A mine sign was posted at the entrance to the mine site as required by Rule 3.1.12(1). The sign was of sufficient size (Photo Four).

Topsoil:

Topsoil has not yet been salvaged.

No problems or violations were noted during this inspection.

Inspection Contact Address

Jim Watson
Diana K. Watson
P.O. Box 1056
Meeker, CO 81641

PHOTOGRAPHS







