

March 28, 2013

Dustin Czapla
Colorado Division of Reclamation, Mining and Safety
Grand Junction Field Office
101 S. Third St, Room 301
Grand Junction, Colorado 81501

RE: LP-21 Response to Adequacy Review 2

Mr. Czapla:

Attached are two copies of Cotter Corporation's (N.S.L.) Response to Adequacy Review 2 for the LP-21Mine Permit # M-1977-305.

If you have any questions or concerns regarding the information submitted please call me at the number shown below.

Respectfully,

Glen Williams

Vice President, Mining Operations

RECEIVED

GRAND JUNCTION FIELD OFFICE DIVISION OF RECLAMATION MINING & SAFETY

LP-21 MINE PERMIT AMENDMENT APPLICATION PERMIT No. M-1977-305

Response to Adequacy Review #2

March 2013

Prepared by Cotter Corporation (N.S.L.)

AND

O'Connor Design Group, Inc.

Cotter Corporation (N.S.L.) ("Cotter") submits this response to the February 6, 2013, letter from Dustin Czapla, Division of Reclamation, Mining and Safety ("DRMS"), to Glen Williams, Cotter. The DRMS's comments are in italics and Cotter's responses are in bold.

1. A request to release 0.87 acres from the permitted area was incorporated with this application. A request to release acreage must be processed separate from this AM1 application and in accordance with Rule 4.17. Additionally, the introduction to the AM1 application states that 0.87 acres are requested for release from the permitted area. The first table in Exhibit A shows that 2.32 acres are to be removed from the permitted area (rows 8-11). The second table in Exhibit A shows that 1.71 acres are to be removed from the permitted area. The table in Exhibit D also shows that 2.32 acres are to be removed from the permitted area (rows 8-11). Please correct these inconsistencies prior to submission of the above noted release request.

The inconsistent acreages found in the application, the introduction, and the tables in Exhibit A and Exhibit D have been corrected. The original 0.87 acres associated with vent hole #1 and the 0.32 acres associated with vent hole #6 have been added back into the permitted acreages.

A revised pages 1, 5,7, and 8 of the application, the introduction, Exhibit A, and page D-4 of Exhibit D are included as Attachment 1.

The second table in Exhibit A lists the vent hole and roads that were found to be inaccurately located in the original mining plan. Cotter is requesting that DRMS recognize that neither a vent hole nor any roads were ever constructed in these quarter-quarter sections. All the acreages associated with these roads and this vent hole have been accurately located and are included in the revised permit area.

2. Exhibits D and U (pp. D-5 and U-4) of the AM1 application and the Response to Adequacy Review #1 state that the high clay content of the soils underlying the proposed ore pad will contribute to limiting downward mobility of any potentially leachable constituents from the ore. Neither Exhibit D or Exhibit U include design details for the ore pad, nor a description of the properties of the clay soil underlying the ore pad, such

as clay type, thickness, cation exchange capacity, compaction, hydraulic conductivity, optimum moisture content, etc. Please submit design details for the proposed ore pad. The attached General Ore Pad Construction Criteria may be a useful resource for preparing the ore pad design.

SPLP tests were conducted on the waste rock at the LP-21 mine. Based on these tests, the LP-21 mine does not create a risk for acidic drainage. Geochemical conditions of high alkalinity, montmorillonitic clay soils that exhibit high cation exchange capacities and an arid environment where infiltration of precipitation is limited to the upper few centimeters of soil all provide a sound technical position that downward mobility of any potentially leachable constituents will be limited and should not be a concern.

In order to address the DRMS concern of "potentially leachable constituents," regardless of the limited potential environmental impacts as described above, Cotter will install a 40-mil synthetic liner under the ore pad area and cover the liner with 12 inches of soil to protect its integrity. Local soils that have high clay content will be preferentially selected to provide an additional level of protection. This liner and cover will provide a conservative measure of protection. A cross section of the ore pad is included as Attachment 2.

3. Exhibit E (pg. E-4) of the AM1 application contains little detail regarding reclamation of the ore pad. The reclamation plan proposes to cap the ore pad with adjacent waste rock and to revegetate. The Division believes there is potential for uranium and related constituents to be leached from the ore stockpile. Therefore there is potential that the underlying clay material will contain elevated levels of radionuclide following mining. Please submit a plan for reclaiming the ore pad that will ensure that radionuclide levels will not exceed the baseline conditions submitted with the AM1 application package.

The potential for migration of uranium-related constituents is minor, because of the limited storage time of the ore stockpile, limited recharge in

the arid region, geochemical conditions restricting transport, and low permeability of the surrounding geologic formations. Cotter has proposed ore-handling procedures to DRMS that limit exposure of ore by using a first in/first out method. These procedures will minimize the time available for precipitation to penetrate the ore and leach potential constituents of concern. As discussed in the EPP, low precipitation and high evapotranspiration rates limit recharge to the upper soil surface. Since natural soils experience limited penetration of precipitation, this clay would restrict and sorb any material within the upper few inches. The montmorillonitic clay soils of the area have some of the highest cation exchange capacities observed for natural soils. Numerical modeling has shown that the transport of uranium-related constituents from surface sources is highly restricted, because of the lack of recharge, low permeability of the geologic formations and high sorption values.

During reclamation, the ore pad will be removed to a depth of 12 inches and placed in the mine approximately 100 feet down from the portal. The area will then be covered by available soil, pocked, and seeded.

4. The AM1 EPP states that there is a lack of well information, and that it is difficult to identify the upper-most aquifer (pg. U-14). Rule 6.4.21 (8) requires that the upper most aquifer underlying the proposed operation be identified. Please identify the upper-most aquifer per the requirements of Rule 6.4.21 (8).

The best available information for the remote area where the LP-21 mine is located indicates that the Wingate Sandstone is the formation with the highest potential for containing the uppermost aquifer in the area.

Without direct information from existing or historic wells in the area, other sources of information, such as stratigraphic location, geologic structure, and availability of recharge, must be used to define the uppermost aquifer. On the basis of hydrologic information from across the Colorado Plateau, the

Wingate Formation is the most consistent water-producing formation. The Pennsylvanian Formations, in particular the Hermosa Formation, are known to contain groundwater in the Colorado Plateau region, and these formations are in contact with the Dolores River in the Paradox Valley, which provides a reliable source of recharge. These formations are generally over a thousand feet below the Wingate Formation and are separated by low-permeability formations such as the Chinle and Moenkopi shales and mudstones. While there is some degree of uncertainty, Cotter's approach is conservative in assuming that the Wingate formation contains the uppermost aquifer and all potential environmental impacts are based on this conservative assumption.

5. The EPP states that the limited time the ore will be on the ore pad will contribute to limiting the adverse effects of the ore to groundwater (pg. U-4). Please inform the Division of the maximum amount of time that ore will be stored on the pad. Also, please inform the Division of the detailed methods the operator will take to ensure that ore is stored on the pad no longer than proposed.

Cotter's mining procedures use a first in/first out method of transporting ore from the stockpile. The site foreman is responsible for enforcing this procedure and ensuring that the ore is not left on the pad for more than 180 days.

ATTACHMENT 1

STATE OF COLORADO

DIVISION OF RECLAMATION, MINING AND SAFETY

Department of Natural Resources

1313 Sherman St., Room 215 Denver, Colorado 80203 Phone: (303) 866-3567 FAX: (303) 832-8106

Office of

Mined Land Reclamation



Office of

Active and Inactive Mines

REGULAR (112d) DESIGNATED MINING OPERATION RECLAMATION PERMIT APPLICATION FORM

CHEC	CK ONE:	New App	plication (Rule 1.4.5)	✓ Amo	endment Application (Rule 1.10)	
		Conversion	on Application (Rule 1.11)			
	Permit	No. M-1977	305 (provide fo	r amendments	and conversions of existing permits)	
(2) Ex 6.1, 6. notar Emerg not be	chibits A-7.2, 6.3, 6.4 ized origingency Reserved on one	F, Geotechnical Stabilit .19, 6.5, 8.0, and 1.6.2(inal and four (4) copic ponse Plan, Addendum	y Exhibit, the Emergency R 1)(b); and, (3) the application is of the application form, 1, and a check for the appro- maps should be folded to 8	lesponse Plan on fee. When five (5) copic opriate applica	ion Permit contains three major parts: (1) the ap and Addendum 1, as required by the Office, and of you submit your application, be sure to include once so of Exhibits A-T, Rule 6.5 Geotechnical Stabili- tion fee (described under Section (4) on Page 2). It is 8 ½" X 14" size. To expedite processing, plea	utlined in Rules (1) signed and ity Exhibit, the Exhibits should
			GENERAL OPE			
		Туре	or print clearly, in the spac	e provided, al	l information described below.	
1.		cant/operator or comp er Corporation N	oany name (name to be us	sed on permi):	
	1.1	Type of organization	n (corporation, partnership,	etc.): Corp	oration	
	1.2		Social Security Number:			
2.	Opera		or site name): LP-21			
3.		tted acreage: (new or			13.2 permitted acres	
	3.1	Change in acreage (÷)		5.12 acres	
	3.2	Total acreage in Per	mit area		18.32 _{acres}	
						55

Denver • Grand Junction • Durango

Fees:								
4.1	New 112d(1) Application (affecting	less tha	ın 50 acres	and extra	ecting less	than 1 million tons	per year)	\$4.025.00
4.2	application fee New 112d(2) Application (larger tha	n ahove	e but affect	ing less t	han 100 a	cres and extract less		
7.2	than 5 million tons per year	17 400 **	0 0 0 0 0 1 1 0 0 0	5 1000 6	100 1	oros and extract ress		
4.2	Nov. 1124(2) Application (and other	0 = 0 = 0 t	(m)					application fee
4.3 4.4	New 112d(3) Application (any other Existing 112d(1) Amendment Fee	operan	ion)					application fee amendment fee
4.5	Existing 112d(2) Amendment Fee							_ amendment fee _ amendment fee
4.6	Existing 112d(3) Amendment Fee							amendment fee
4.7	New 112d(1) Amendment Fee						\$2,875.00	_amendment fee
4.8	New 112d(2) Amendment Fee							_amendment fee
4.9	New 112d(3) Amendment Fee Conversion Fee							amendment fee
4.10	1						see above	application fees
<u>Prima</u>	rv commoditie(s) to be mined:	Uran	ium	Vana	adium			
<u>Vame</u>	of owner of surface of affected land:		The B	ureau	of Lanc	l Management	<u> </u>	
. 7		.44 1	The	U.S. D)epartn	nent of Energy	,	
<u>Yamie</u>	of owner of subsurface rights of affective and of the owners, refer to Exhibit		na:		-1			
-		0,		0 6		7	,	
vpe	of mining operation:			_Surface	-	V Undergrou	ind	
Locati	ion Information: the center of the area	where				ccur lies in:		
				TY: Mon				
PRIN	CIPAL MERIDIAN (check one):		6th (Col	orado ✓	10th (Ne	v Mexico) U	te	
SECT	ION (write number):		s 27					
1WO1	NSHIP (write number and check direction	on):	T 47		\checkmark	North S	outh	
RANC	GE (write number and check direction):		_R 17		East	✓ · West		
JUAR	RTER SECTION (check one):			NE 🗸	NW 🔲	SE SW		
•	RTER/QUARTER SECTION (check on	e):		NE	NW	SE SW		
		Ť	m nearest t	own and	approxima	ate elevation):		
	ERAL DESCRIPTION (miles and direction from nearest town and approximate elevation): LP-21 Mine is located approximately 5 miles south of the abandoned town of Uravan at							
		mate	iy 5 mile	s south	of the	abandoned tow	n of Urava	n at
6500) feet.							

Prima	ry Mine Entrance Location (report in	eithe:	r Latitude,	/Longitu	de <u>OR</u> U7	ſΜ):		
	Latitude/Longitude:			-				
Exami	ble: (N) 39° 44′ 12.98″							
	(W) 104° 59′ 3.87″							
Latitue	de (N): deg 38 min 17 tude (W): deg 108 min 44	sec	55	33	(2 decim	al places)		
	108 44		 14	48	(2 dani-	d places)		
Longit	tude (W): deg 108 min 44	_ sec_	. ,		(2 decima	i places)		

OR	
Examp	ole: (N) 39.73691° (W) -104.98449°
Latitud	le (N) (5 decimal places)
Longit	ude (W)(5 decimal places)
OR "	
Univer	sal Tranverse Mercator (UTM)
Examp	lle: 201336.3 E NAD27 Zone 13 4398351.2 N
UTM [Datum (specify NAD27, NAD83 or WGS 84) Nad 83 Zone 13
Easting	
Northi	ng
Prima	ry future (Post-mining) land use (check one):
	Cropland(CR) Pastureland(PL) General Agriculture(GA)
	Rangeland(RL) Forestry(FR) Vildlife Habitat(WL)
	Residential(RS) Recreation(RC) Industrial/Commercial(IC)
Prima	rv present land use (check one):
	Cròpland(CR)Pastureland(PL)General Agriculture(GA)
	Rangeland(RL) Forestry(FR) Wildlife Habitat(WL)
	Residential(RS) Recreation(RC) Industrial/Commercial(1C)
	Developed Water Resources(WR)
Metho	d.of Mining: Quarry (QR) Solution (SO)
13.1	Other: Briefly explain mining method (e.g. Placer, truck/shovel):
	Ore will be mined using a modified room and pillar system, i.e. split shooting is used in
	conjunction with leaving waste pillars and ore pillars wherever necessary for roof support

-3-

	ence Information: T/OPERATOR (name, address, and phone of name to be used o	n pemit):
	ne: Glen Williams	•
Company Nai	mc: Cotter Corporation	
Street:	28151 Dd Road	P.O. Box: 700
City:	Nucla	
State:	Colorado	Zip Code: 81424
Telephone Nu		
Fax Number:		
PERMITTIN	NG CONTACT (if different from applicant/operator above):	
Contact's Nan	ne:	Title:
Company Nar	me:	
Street:		P.O. Box:
City:		
State:		Zip Code:
Telephone Nu	ımber: <u>(</u> <u>)</u>	
Fax Number:		
INSPECTIO	N CONTACT:	
Contact's Nan	ne: Glen Williams	Title: Manager
Company Nar	me: Cotter Corporation	
Street:		P.O. Box:
City:	Nucla	
State:	Colorado	Zip Code: 81424
Telephone Nu	070 064 7247	
Fax Number:		
CC: STA	TE OR FEDERAL LANDOWNER (if any):	
Agency:		
Street:	11025 Dover Street, Suit 1000	
City:	Westminister	
State:	Colorado	Zip Code: 80021
Telephone Nu	700 277 0602	
CC: STATE	OR FEDERAL LANDOWNER (if any):	
Agency:		
Street:		
City:		
State:		Zip Code:
Telephone Nu	ımber: <u>()</u>	

15.	On Site Processing:
	Solution (SO) Chemical (CH) Thermal (TH)
	Heap Leach (HL) Vat Leach (VL)
List any	designated chemicals or acid-producing materials to be used or stored within permit area:
NONE	
If you a	or converting an existing operation, provide a brief narrative describing the proposed change(s):
reque	er is amending the original 112 permit to include an Environmental Protection Plan. Cotter is esting an increase in acreages for proposed and existing ventholes, roads and the surface y and waste dump in order to include drainage structures.

Maps and Exhibits:

Five (5) complete, unbound application packages must be submitted. One complete application package consists of a signed application form and the set of maps and exhibits referenced below as Exhibits A-T, the Geotechnical Stability Exhibit, the Emergency Response Plan, and Addendum I. Each exhibit within the application must be presented as a separate section. Begin each exhibit on a new page. Pages should be numbered consecutively for case of reference. If separate documents are used as appendices, please reference these by name in the exhibit.

With each of the five (5) signed application forms, you must submit a corresponding set of the maps and exhibits as described in the following references to Rules 6.4, 6.5, 8, and 1.6.2(1)(b):

EXHIBIT A -Legal Description EXHIBIT B -Index Map Pre-Mining and Mining Plan Map(s) of Affected Lands EXHIBIT C -EXHIBIT D -Mining Plan EXHIBIT E -Reclamation Plan EXHIBIT F -Reclamation Plan Map EXHIBIT G -Water Information Wildlife Information EXHIBIT H -Soils Information EXHIBIT 1 -EXHIBIT J -Vegetation Information EXHIBIT K -Climate Information Reclamation Costs EXHIBIT L -Other Permits and Licenses EXHIBIT M -Source of Legal Right-To-Enter EXHIBIT N -Owners of Record of Affected Land (Surface Area) and Owners of Substance to be Mined EXHIBIT O -EXHIBIT P -Municipalities Within Two Miles Proof of Mailing of Notices to County Commissioners and Conservation District EXHIBIT Q -EXHIBIT R -Proof of Filing with County Clerk and Recorder EXHIBIT S -Permanent Man-Made Structures Designated Mining Operation Environmental Protection Plan EXHIBITT -Geotechnical Stability Exhibit RULE 6.5 -RULES -Emergency Response Plan ADDENDUM 1 - Notice Requirements (sample enclosed) (Rule 1.6.2(1)(b)

The instructions for preparing Exhibits A-T, the Geotechnical Stability Exhibit, the Emergency Response Plan, and Addendum I, are specified under Rule 6.4, 6.5, 8, and I.6.2(1)(b) of the Mineral Rules and Regulations. If you have any questions on preparing the Exhibits or content of the information required, or would like to schedule a pre-application meeting you may contact the Office at 303-866-3567.

Responsibilities as a Permittee:

Upon application approval and permit issuance, this application becomes a legally binding document. Therefore, there are a number of important requirements which you, as a permittee, should fully understand. These requirements are listed below. Please read and initial each requirement, in the space provided, to acknowledge that you understand your obligations. If you do not understand these obligations then please contact this Office for a full explanation.

- 1. Your obligation to reclaim the site is not limited to the amount of the financial warranty. You assume legal liability for all reasonable expenses which the Board or the Office may incur to reclaim the affected lands associated with your mining operation in the event your permit is revoked and financial warranty is forfeited;
- 2. The Board may suspend or revoke this permit, or assess a civil penalty, upon a finding that the permittee violated the terms or conditions of this permit, the Act, the Mineral Rules and Regulations, or that information contained in the application or your permit misrepresent important material facts;
- 3. If your mining and reclamation operations affect areas beyond the boundaries of an approved permit boundary, substantial civil penalties, to you as permittee can result;
- 4. Any modification to the approved mining and reclamation plan from those described in your approved application requires you to submit a permit modification and obtain approval from the Board or Office;
- 2 5. It is your responsibility to notify the Office of any changes in your address or phone number;
- 6. Upon permit issuance and prior to beginning on-site mining activity, you must post a sign at the entrance of the mine site, which shall be clearly visible from the access road, with the following information (Rule 3.1.12):
 - a. the name of the operator;
 - b. a statement that a reclamation permit for the operation has been issued by the Colorado Mined Land Reclamation Board; and,
 - c. the permit number.
- 7. The boundaries of the permit boundary area must be marked by monuments or other markers that are clearly visible and adequate to delineate such boundaries prior to site disturbance.
- 8. It is a provision of this permit that the operations will be conducted in accordance with the terms and conditions listed in your application, as well as with the provisions of the Act and the Mineral Rules and Regulations in effect at the time the permit is issued.
- 9. Annually, on the anniversary date of permit issuance, you must submit an annual fee (\$1,150), and an annual report which includes a map describing the acreage affected and the acreage reclaimed to date (if there are changes from the previous year), any monitoring required by the Reclamation Plan to be submitted annually on the anniversary date of the permit approval. Annual fees are for the previous year a permit is held. For example, a permit with the anniversary date of July 1, 1995, the annual fee is for the period of July 1, 1994 through June 30, 1995. Failure to submit your annual fee and report by the permit anniversary date may result in a civil penalty, revocation of your permit, and forfeiture of your financial warranty. It is your responsibility, as an operator, to continue to pay your annual fee to the Office until the Board releases you from your total reclamation responsibility.

Certification:

As an authorized representative of the applicant, I hereby certify that the operation described has met the minimum requirements of the following terms and conditions:

- 1. This mining operation will not adversely affect the stability of any significant, valuable and permanent man-made structure(s) located within two hundred (200) feet of the affected lands. (However, where there is an agreement between the applicant/operator and the persons having an interest in the structure that damage to the structure is to be compensated for by the applicant/operator (Section 834-32-115(4)(d), C.R.S. 1984, as amended), then mining may within 200 feet. Proof of an agreement must be submitted to the Office prior to the decision date.)
- No mining operation will be located on lands where such operations are prohibited by law (Section 34-32-115(4)(f), C.R.S. 1984, as amended).
- 3. As the applicant/operator, I do not have any mining/prospecting operations in this state of Colorado currently in violation of the provisions of the Mined Land Reclamation Act (Section 34-32-120, C.R.S. 1984, as amended) as determined through a Board finding. *(See below.)
- 4. I understand that statements in the application are being made under penalty of perjury and that false statements made herein are punishable as a Class 1 misdemeanor pursuant to Section 18-8-503, C.R.S. 1984, as amended.

This form has been approved by the Mined Land Reclamation Board pursuant to Section 34-32-112, C.R.S., of the Mined Land Reclamation Act. Any alteration or modification of this form shall result in voiding any permit issued on the altered or modified form and subject the operator to cease and desist orders and civil penalties for operating without a permit pursuant to Section 34-32-123, C.R.S.

	Signed and dated this 271L day of Mazcu	2013	
	Cotter Corporation (N.S.L.) Applicant/Operator Name Signature: Title: PRESIDENT	By: Jerry K. Jean ASS Start Secretary Corporate Secretary or Equivalent Town/City/County Clerk	
	State of <u>California</u>)ss. County of <u>San Diego</u>		
	The foregoing instrument was acknowledged before me the Kenneth J. Mushinski byasPresident of Cotte	er Corporation (NS.L.)	
S AND	JENNIFER R. LEAR COMM. # 1990755 NOTARY PUBLIC-CALIFORNIA MY COMM. EXP. SEP. 10, 2016	My Commission expires: 9/10/16	

SIGNATURES MUST BE IN BLUE INK

^{*}An exception is that the Mined Land Reclamation Board ("Board") issued Findings of Fact, Conclusions of Law, and Order, in the matter of Cotter. Corporation's Possible Violations, Cease and Desist Order, Corrective Actions, and Civil Penalties, File No. M-1977-300, Notice of Violation No. MV-2010-018, dated August 11, 2010, as amended September 2012, relating to the Schwartzwalder Mine. This exception, however, is being resolved through an Agreement between Cotter Corporation (N.S.L.) and the Colorado Division of Reclamation, Mining and Safety entered into on September 12, 2012 ("Agreement") for addressing conditions at the Schwartzwalder Mine and through Application Amendment 4 to Mine Permit M-1977-300. The Board has approved the foregoing Agreement. In that Agreement, Cotter made no admissions.

Exhibit A Legal Description and Location Map LP-21 Mine Permit Amendment M-1977-305

The main entrance to the LP-21 Mine is located at 38°17'55.33" N 108°44'14.48" W at 6500 feet in elevation. From Colorado Hwy 141, approximately 2.5 miles northwest of Naturita, turn onto Colorado Hwy 90 (Paradox Valley Highway). Travel approximately 5 miles and turn right onto County Road EE22 (Long Park Road). Travel approximately 7.5 miles and turn right onto the entrance road, then travel 0.1 miles to the reclaimed waste rock pile. See Exhibit C, figure C3 - Maps for location of affected land, roads, structures and mine permit boundary.

Permitted acreage for LP-21 is located within the following quarter-quarter sections of T47N, R17W, NMPM, Montrose County, Colorado:

Section	Quarter-Quarter	Disturbance	Revised acreage	Original
				acreage
22	SW 1/4 of SE 1/4	*Road	n/a	0.24
27	SW 1/4 of SE 1/4	Road	0.24	n/a
27	SE 1/4 of NW 1/4	Vent hole # 2	2.12	0.99
		and Road		
27	SE 1/4 of SW 1/4	Road	.40	n/a
27	NW 1/4 of SE 1/4	Vent hole #3	1.02	n/a
		and Road		
27	SW 1/4 of NW 1/4	Vent hole	0.51	0.39
		#4A and		
		Road		
27	NE 1/4 of SW 1/4	Vent hole #4	0.40	n/a
27	SW 1/4 of NW 1/4	Vent hole #5	0.36	n/a
		and Road		
27	NW 1/4 of SW 1/4	Vent hole #6	0.47	0.47
		outside of		
		permitted		
		road area		
27	SW 1/4 of NW 1/4	Surface	11.93	7.42
		facilities		
		dump,		
		entrance		
		roads		
27	SW 1/4 of NE 1/4	Vent hole # 1	0.87	0.87
		and Road		
27	NE ¼ of NE ¼	*Vent hole	n/a	0.60
		and Road		

27	NW 1/4 of NE 1/4	*Road	n/a	0.61
27	SE ¼ of NE ¼	*Road	Incorporated into acreage for vent hole #5	0.28
27	NE ¼ of NW ¼	*Road	Incorporated into acreage for vent hole #4	0.33
27	NE ¼ of SW ¼	*Road	Incorporated into acreage for vent hole #4A	0.50
27	NE ¼ of SE ¼	Road	Incorporated into acreage for vent hole #2	0.35
27	NW ¼ of SE ¼	Road	Incorporated into acreage for vent hole #3	0.15
TOTAL			18.32	13.20

^{*}The roads and vent hole located within the following quarter-quarter sections of T47N, R17W, NMPM, Montrose County, Colorado were found to be inaccurately described in the original mining plan. The correct quarter-quarter sections have been identified and the acreages for all roads have been incorporated into the acreages of the vent holes associated with each road.

Section	Quarter-Quarter	Disturbance	Acreage
27	NE ¼ of NE ¼	Vent hole and road	0.60
22	SW 1/4 of SE 1/4	Road	0.24
27	NW ¼ of NE ¼	Road	0.61
27	SE ¼ of NE ¼	Road	0.28
27	NE 1/4 of NW 1/4	Road	0.33
27	NE 1/4 of SW 1/4	Road	0.50
TOTAL			2.56

<u>Table of Proposed Surface Disturbances</u>
All sections below are located in T47N. R17W. NMPM, Montrose County, Colorado:

22 SW ¼ of SE ¼ *Road n/a 0.24 n/a	Section	Quarter-Quarter	Disturbance	Revised acreage	Original
27 SW ½ of SE ¼ Road 0.24 n/a 27 NW ¼ of SE ¼ Vent hole # 2 2.12 0.99 27 SE ¼ of SW ½ Road .40 n/a 27 NW ¼ of SE ¼ Vent hole #3 and Road Road 27 SW ¼ of NW ½ Vent hole #3 and Road Road 27 SW ¼ of NW ½ Vent hole #4A 0.51 0.39 27 NE ¼ of SW ½ Vent hole #4 0.40 n/a 27 SW ¼ of NW ½ Vent hole #5 and Road Road 27 NW ¼ of SW ½ Vent hole #6 0.47 0.47 27 O.47 O.47 O.47 27 SW ¼ of NW ½ Vent hole #6 0.47 0.47 27 O.47 O.47 O.47 27 SW ¼ of NW ½ Vent hole #1 0.87 0.87 27 O.47 O.47 O.47 28 Vent hole #1 O.47 O.47 29 O.47 O.47 O.47 20 O.47 O.47 O.47 21 O.47 O.47 O.47 22 O.47 O.47 O.47 23 O.47 O.47 O.47 24 O.40 O.47 O.47 25 O.47 O.47 O.47 26 O.47 O.47 27 O.47 O.47 O.47 28 Vent hole #1 O.47 O.47 29 O.47 O.47 20 O.47 O.47 21 O.47 O.47 22 O.47 O.47 23 O.47 O.47 24 O.40 O.40 25 O.47 O.47 26 O.47 O.47 27 O.47 O.47 28 O.47 O.47 29 O.47 O.47 20 O.47 O.47 20 O.47 O.47 21 O.47 O.47 22 O.47 O.47 23 O.47 O.47 24 O.40 O.40 25 O.47 O.47 26 O.47 O.47 27 O.47 O.47 28 O.47 O.47 29 O.47 O.47 20 O.47 O.47 20 O.47 O.47 21 O.47 O.47 22 O.47 O.47 23 O.47 O.47 24 O.40 O.40 25 O.47 O.47 26 O.47 O.47 27 O.47 O.47 28 O.47 O.47 29 O.47 O.47 20 O.47 O.47 21 O.47 O.47 22 O.47 O.47 23 O.47 O.47 24 O.40 O.40 25 O.47 O.47 26 O.47 O.47 27 O.47 O.47 28 O.47 O.47 29 O.47 O.47 20 O.47 O.47 20 O.47 O.47 21		CW1/ -fCE1/	*D d	/-	acreage
27					
NE ¼ of SE ¼ (road) and Road .40 n/a					
27 SE ¼ of SW ¼ Road .40 n/a 27 NW ¼ of SE ¼ Vent hole #3 and Road 27 SW ¼ of NW ¼ Vent hole #4A and Road 27 NE ¼ of SW ¼ Vent hole #4A and Road 27 SW ¼ of NW ¼ Vent hole #4 0.40 n/a 27 SW ¼ of NW ¼ Vent hole #5 and Road Road 27 NW ¼ of SW ¼ Vent hole #6 0.47 0.47 27 SW ¼ of NW ¼ Surface facilities dump, entrance roads 27 SW ¼ of NE ¼ Vent hole #1 0.87 0.87 28 And Road n/a 0.60 29 NE ¼ of NE ¼ *Vent hole and Road Road 20 NW ¼ of NE ¼ *Road Incorporated into acreage for vent hole #5 20 NE ¼ of NW ¼ *Road Incorporated into acreage for vent hole #5 20 NE ¼ of NW ¼ *Road Incorporated into acreage for vent hole #5 20 NE ¼ of NW ¼ *Road Incorporated into acreage for vent hole #4	27			2.12	0.99
27		` ′			
Road Vent hole #4A 0.51 0.39					
27 NE ¼ of SW ¼ Vent hole #4 0.40 n/a 27 SW ¼ of NW ¼ Vent hole #5 and Road Road 27 NW ¼ of SW ¼ Vent hole #6 0.47 0.47 27 SW ¼ of NW ¼ Surface facilities 11.93 7.42 28 W ¼ of NE ¼ Vent hole #1 0.87 0.87 29 and Road and Road and Road 27 SW ¼ of NE ¼ Vent hole #1 0.87 0.87 28 and Road and Road and Road 27 NE ¼ of NE ¼ *Road Incorporated 27 SE ¼ of NE ¼ *Road Incorporated 28 into acreage for vent hole #5 27 NE ¼ of NW ¼ *Road Incorporated 30 into acreage for vent hole #4 4 And Road Incorporated 4 And Road Incorporated 5 And Road Incorporated 6 And Road Incorporated 7 And Road Incorporated 8 And Road Incorporated 9 And Road Incorporated	27	NW ¼ of SE ¼		1.02	n/a
27 SW 1/4 of NW 1/4 Vent hole #5 and Road Road NW 1/4 of SW 1/4 Vent hole #6 0.47 0.47 0.47 27 SW 1/4 of NW 1/4 Surface facilities dump, entrance roads 11.93 7.42 27 SW 1/4 of NE 1/4 Vent hole #1 0.87 0.87 27 And Road and Road and Road 27 NE 1/4 of NE 1/4 *Road Road Road 1.60 27 SE 1/4 of NE 1/4 *Road Incorporated into acreage for vent hole #5 27 NE 1/4 of NW 1/4 *Road Incorporated into acreage for vent hole #5 28 Road	27	SW ¼ of NW ¼		0.51	0.39
27 SW 1/4 of NW 1/4 Vent hole #5 and Road R	27	NE 1/4 of SW 1/4	Vent hole #4	0.40	n/a
27 SW ¼ of NW ¼ Surface facilities dump, entrance roads 11.93 7.42 27 SW ¼ of NE ¼ Vent hole # 1 and Road 0.87 0.87 27 NE ¼ of NE ¼ *Vent hole and Road n/a 0.60 27 NW ¼ of NE ¼ *Road n/a 0.61 27 SE ¼ of NE ¼ *Road Incorporated into acreage for vent hole #5 27 NE ¼ of NW ¼ *Road Incorporated into acreage for vent hole #4	27	SW ¼ of NW ¼		0.36	n/a
dump, entrance roads	27	NW 1/4 of SW 1/4	outside of	0.47	0.47
and Road 27 NE ¼ of NE ¼ *Vent hole and Road 27 NW ¼ of NE ¼ *Road 10.60 28 Incorporated into acreage for vent hole #5 NE ¼ of NW ¼ *Road 10.60 28 Incorporated into acreage for vent hole #5 28 NE ¼ of NW ¼ *Road 10.60 1	27	SW ¼ of NW ¼	dump, entrance	11.93	7.42
Road 27 NW ¼ of NE ¼ *Road n/a 0.61 27 SE ¼ of NE ¼ *Road Incorporated into acreage for vent hole #5 27 NE ¼ of NW ¼ *Road Incorporated into acreage for vent hole #4	27	SW ¼ of NE ¼		0.87	0.87
27 SE ¼ of NE ¼ *Road Incorporated into acreage for vent hole #5 27 NE ¼ of NW ¼ *Road Incorporated into acreage for vent hole #4	27	NE ¼ of NE ¼	1	n/a	0.60
into acreage for vent hole #5 NE ¼ of NW ¼ *Road Incorporated into acreage for vent hole #4	27	NW 1/4 of NE 1/4	*Road	n/a	0.61
into acreage for vent hole #4	27	SE ¼ of NE ¼	*Road	into acreage for	0.28
	27	NE ¼ of NW ¼	*Road	into acreage for	0.33
27 NE ¼ of SW ¼ *Road Incorporated into acreage for vent hole #4A	27	NE ¼ of SW ¼	*Road	into acreage for	0.50
NE ¼ of SE ¼ Road Incorporated into acreage for vent hole #2	27	NE ¼ of SE ¼	Road	into acreage for	0.35
NW ¼ of SE ¼ Road Incorporated into acreage for vent hole #3	27	NW 1/4 of SE 1/4	Road	into acreage for	0.15
	TOTAL			18.32	13.20

ATTACHMENT 2

