

COLORADO DIVISION OF RECLAMATION, MINING AND SAFETY 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:
Duck Creek Mine	M-2013-022	Oil shale	Rio Blanco
INSPECTION TYPE:	INSPECTOR(S):	INSP. DATE:	INSP. TIME:
Preoperation Inspection	Travis H. Marshall	May 7, 2013	13:30
OPERATOR:	OPERATOR REPRESENTATIVE:	TYPE OF OPERATION:	
Shale Tech International Services LLC		110(2) - Hard Rock Limited Impact	

REASON FOR INSPECTION:	BOND CALCULATION TYPE:	BOND AMOUNT:
Preoperation Inspection	None	BT.Bond_amount
DATE OF COMPLAINT:	POST INSP. CONTACTS:	JOINT INSP. AGENCY:
NA	None	None
WEATHER:	INSPECTOR'S SIGNATURE:	SIGNATURE DATE:
Cloudy	a my	May 10, 2013

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

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

PERMIT #: M-2013-022 INSPECTOR'S INITIALS: THM INSPECTION DATE: May 7, 2013

OBSERVATIONS

This inspection was a pre-operational inspection of the Duck Creek Pit Hard Rock materials oil shale mine site. The permit application proposes to mine 5.0 acres. The proposed post mine land use is rangeland.

The site is located in Rio Blanco County west of County Road 24X. The site conditions encompass an area that has been previously disturbed by an oil shale prospecting operation. The adjacent non-disturbed terrain has very limited topsoil present and the vegetation is primarily pinion and juniper along with various other shrubs and grasses.

The required posting of the notice of pending application for a reclamation permit was in place.

The permit boundary markers were not in place at the time of the inspection.

There is a drainage adjacent to and within the proposed permit area.

Responses to this inspection report should be directed to Travis Marshall at the Division of Reclamation, Mining and Safety, Grand Junction Field Office, 101 South 3rd Street, Room 301, Grand Junction, Colorado 81501, phone no. 970-241-2042.

PHOTOGRAPHS













PERMIT #: M-2013-022 INSPECTOR'S INITIALS: THM INSPECTION DATE: May 7, 2013

Inspection Contact Address

Shale Tech International Services LLC 1354 County Road 246 Rifle, CO 81650