STATE OF NEW MEXICO ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT Mining and Minerals Division 1220 St. Francis St. Santa Fe, New Mexico 87505 Telephone: (505) 476-3400

MINING INSPECTION REPORT

Name of Operator:	Gulf Coast Mining		
Name of Mine:	Iron Duke Mine		
Address:	20701 Scottsdale Rd., #107-293, Scottsdale, Az. 85255		
Permit Number:	OT006MN		
Commodity: hematite & magnetite X_SURFACEUNDERGROUND			
Date of Inspection:	November 21, 2013		
Time of On-Site Inspection: 10:00 AM – 11:00 AM			
Weather Conditions: clear, cool, 65F			
Purpose of Inspection: bi-annual			
Lead Inspector: Chris Eustice			
Present During Inspection: MMD : Chris Eustice, Shepherd, J. Hollen NMED: n/a Gulf Coast : Chuck Davidson,			
ENFORCEMENT ACTION TAKEN: None NOTICE OF VIOLATION: # YES:NO:X CESSATION ORDER: YES:NO:X			
Time: On-Site: 0.5 hrs Permit Review: 1 Travel: 7 hrs Report Writing: 1			
TOTAL INSPECTION TIME: 9.5 HOURS			
NOTE:			

PERMIT UPDATE:

This is a report on the site visit associated with the active permit for the Iron Duke Mine.

INSPECTION NARRATIVE:

Met on location at 10AM with the operator (Chuck).

The site has been active as evidenced by the crushing equipment and piles of crushed ore. Some ore was bagged and ready for shipment. We went to the area of mining, at base of an old "waste pile" located near the old opening. The operator is abiding by the terms and conditions of the Permit. Finding a buyer for the ore has gotten difficult of recent, not sure why.

ACTION ITEMS: none. ENFORCEMENT ACTIONS TAKEN OR TO BE CONSIDERED

November 21, 2013 Iron Duke Mine site visit

NA <u>MAINTENANCE ITEMS</u> NA <u>PHOTOS</u>

Below, view of Phase I waste pile removal.to the left of the old skid road.



Below, photo of bagged ore ready for transport.



Below, view of upper staging at the toe of the SE Pile at Iron Duke Mine

Below, view of the NW Pile, no vehicle access exists to this pile, and none is proposed though the operator proposes to remove this pile.

INSPECTOR'S SIGNATURE:	DATE: