

15 July 2016

DJ Ennis
Permit Lead
Mining and Minerals Division
1220 South St. Francis Drive
Santa Fe, NM 87505

RE: Re-Application for Exploration Permit; Copper Flat

Dear Mr. Ennis:

I am writing to re-apply for an exploration permit for a Minimal Impact Exploration Operation. We propose to follow the exact same scope in Permit Modification 13-1 to Permit No SI025EM, which we inadvertently allowed to expire on the 6th of June 2016. No work associated with the previous exploration Permit No. SI025EM has been conducted at this time.

Enclosed please find a check for \$500.00 for the application fee. As you know, NMCC has provided financial assurance (FA) previously deemed satisfactory in the amount of \$133,200.00, jointly held by MMD and the Bureau of Land Management (BLM). NMCC maintains an exploration permit for the same proposed work with BLM, the exploration permit with BLM is valid through April 2017.

The scope of work requested remains that described in NMCC's 6 May 2013 Modification 4, which was subsequently approved and became Permit Modification 13-1 on Permit No. SI025EM:

1. Four (4) drill sites at the Copper Flat deposit,
2. Eight (8) new drill sites approximately 1 mile northeast of the Copper Flat pit in the Andrew's area on lode mining claims situated on BLM land.

Attached, please find MMD's Permit Modification to Permit No. SI025EM, 13-1 as well as NMCC's 6 May 2013 Modification 4 letter to confirm NMCC is re-applying for the same scope. Figures 1 and 2 present the total of 12 drill sites requested in the Copper Flat deposit and Andrews area respectively. Below, NMCC lists the same scope requested with this application for clarity.

Previously Permitted, Bonded and Undrilled Sites on Which the FA is to Be Applied

NMCC wishes to re-apply for the following four unused drill sites in the Copper Flat deposit (see Figure 1) noted in Permit Modification 13-1 for potential future use:

SITE	NORTH (NAD83 UTM meters)	EAST	Length (ft)
8B	3650665	263175	1,500'
9	3650965	263252	1,100'
E	3650945	263543	1,200'
X	3650425	263859	500'

Total retained, permitted and bonded surface disturbance at the Copper Flat deposit = 0.16 acres.
Total retained permitted and bonded downhole length requested with this re-application at Copper Flat deposit= 4,300'.

Additionally, NMCC wishes to include the following eight sites located in the Andrews area (NW 1/4 Sec 25, T15S, R7W), these were previously requested and permitted under Permit Modification 13-1. Multiple angled holes are planned from eight sites (see Figure 2):

SITE	HOLE	NORTH EAST		DEPTH (ft)	SURFACE AREA
		(NAD83 UTM meters)			
A1	A1-1	3652148	264776	1,000	30' x 60' (1,800 ft ²)
	A1-2	3652148	264776	1,000	
A2	A2-1	3652233	264691	2,000	30' x 60' (1,800 ft ²)
A3	A3-1	3652123	264683	1,000	30' x 60' (1,800 ft ²)
	A3-2	3652123	264683	1,200	
A4	A4-1	3652024	264481	1,000	30' x 60' (1,800 ft ²)
	A4-2	3652024	264481	1,500	
A5	A5-1	3651939	264295	1,000	30' x 60' (1,800 ft ²)
	A5-2	3651939	264295	1,200	
	A5-3	3651939	264295	1,750	
A6	A6-1	3652019	264386	1,000	30' x 60' (1,800 ft ²)
	A6-2	3652019	264386	1,500	
A7	*	3651925	264196		30' x 60' (1,800 ft ²)
A8	*	3651961	264350		30' x 60' (1,800 ft ²)

*Sites A7 & A8: NMCC wishes to permit the surface area of these sites. If the early drilling results warrant additional subsurface exploration, NMCC will submit a modification and appropriate Financial Assurance to permit downhole disturbance.

The following areas of existing road servicing the Andrews area are currently navigable, but the roads will locally require repair for ease of 2-wheel drive access. All roads will be 10' in width.

ROAD	APPROXIMATE CENTER		LENGTH (ft)	AREA (ft ²)
	NORTH	EAST		
(NAD83 UTM meters)				
1	3652180	265357	80	800
2	3652230	265247	600	6000
3	3652220	264832	70	700
4	3652077	264670	25	250
5	3652067	264642	50	500
6	3652031	264652	20	200
7	3652021	264568	10	100
8	3652016	264454	550	5500
9	3651923	264327	70	700

Total Length: 1,475 ft
 Total Area: 14,750 ft² (0.34 ac)

Additionally, two sections of road will require some borrow material for leveling. These two areas are as follows:

The road to Site A2:

The existing road crossing the drainage will require repair for 2-wheel drive access. NMCC proposes to install a temporary culvert (approximately 10' x 20') to allow for uninterrupted surface water flow should any storm events occur. Two adjacent sources of unconsolidated material have been identified which will provide the needed road fill material.

The road to Site A-6:

Borrow material will be needed in order for the planned access road to site A6 to cross a small drainage. This material will be obtained immediately adjacent to this segment of road.

Borrow Area	North (NAD83 UTM meters)	East	Area (ft ²)
1	3652242	264824	3,600
2	3652047	264390	1,500

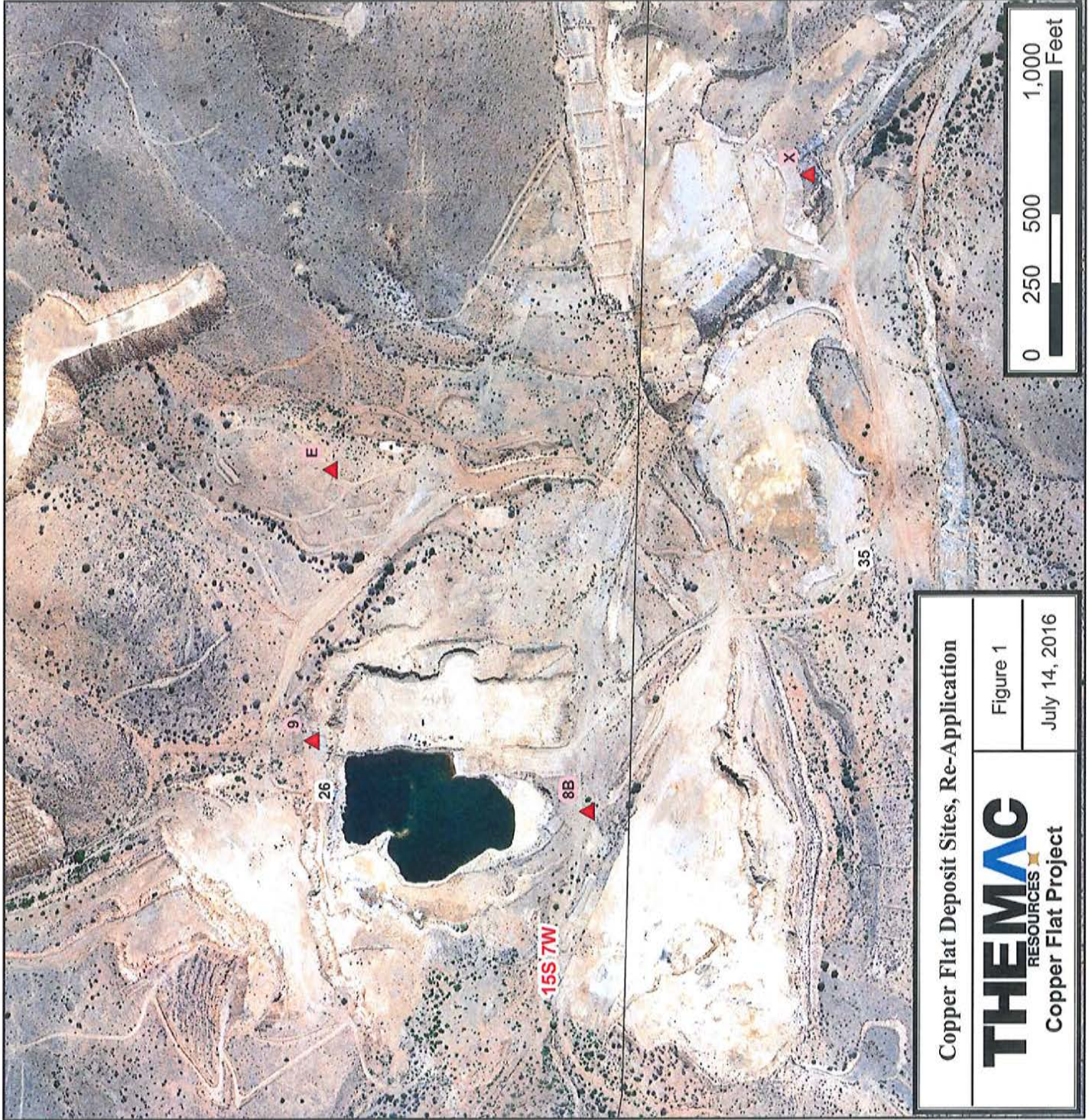
MMD currently holds \$133,200.00 for the previous Exploration Permit SI025EM, this amount was deemed satisfactory in accordance with 19.12.1201.A of the Rules for the scope being applied for here and I believe no change in the amount is necessary. There is no change in the amount of proposed disturbance within the proposed permit area nor any changes to the drilling plans described in Permit No SI025EM. NMCC has not yet undertaken any of the exploration drilling activities. We will be requesting a renewal of our BLM exploration permit when the time comes as well. The current BLM permit is valid into April 2017.

If there is anything else you need for this application for an exploration permit, please let me know. Thank you for your time and assistance in this matter; it is a pleasure working with you.

Best regards,
 New Mexico Copper Corporation



Katie Emmer
 Permitting & Environmental Compliance Manager



Legend

- ▲ Sites Retained (Permitted, Not Drilled)
- ▭ Copper Flat Permit Boundary
- PLSS**
- ▭ Townships
- ▭ Sections

1 inch = 500 feet

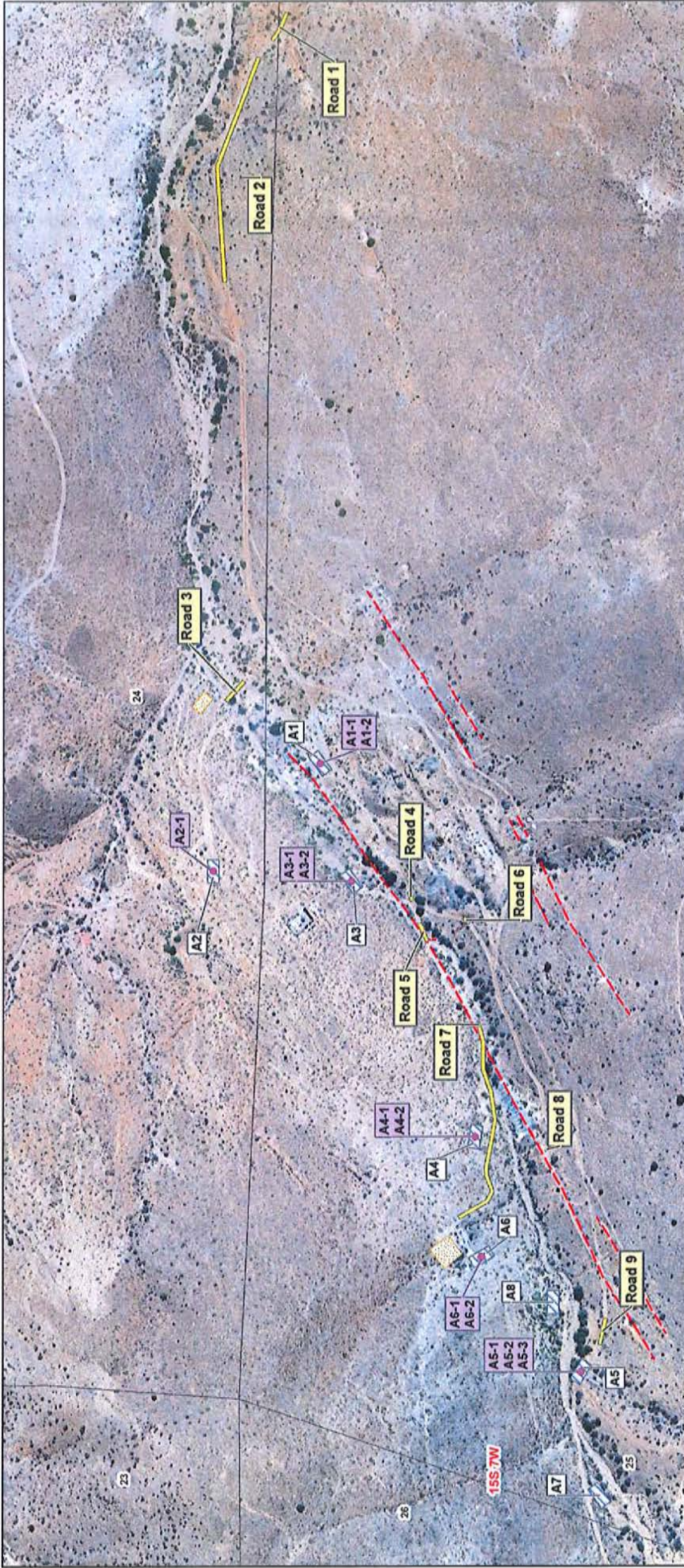
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Copper Flat Deposit Sites, Re-Application

Figure 1

July 14, 2016

Coordinate System: NAD_1983_UTM_Zone_13N
 Projection: Transverse_Mercator
 False_Easting: 500000.000000
 False_Northing: 0.000000
 Central_Meridian: -105.000000
 Scale_Factor: 0.999600
 Latitude_Of_Origin: 0.000000
 Linear Unit: Meter



Legend

- Proposed Drill Holes
- Roads To Be Repaired
- Site Proposed Disturbance
- Copper Flat Permit Boundary
- Mineralized Structures
- Borrow Areas
- PLSS
- Townships
- Sections

0 250 500 1,000 Feet

1 inch = 250 feet

Coordinate System: NAD_1983_UTM_Zone_13N
 Projection: Transverse_Mercator
 False_Easting: 500000.000000
 False_Northing: 0.000000
 Central_Meridian: -105.000000
 Scale_Factor: 0.999600
 Latitude_Of_Origin: 0.000000
 Linear Unit: Meter

Andrews Drill Sites & Road Repair,
 Re-Application

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Figure 2

July 14, 2016



May 6, 2013

Mr. Chris Eusctice
Permit Lead, MMD
1220 South St. Francis Drive
Santa Fe, NM 87505

RE: Copper Flat Exploration 2 (SIO25EM) Modification 4

Dear Chris,

New Mexico Copper Corporation (a wholly-owned subsidiary of THEMAC Resources Group) has temporarily suspended drilling activities at Copper Flat in order for it to evaluate the data obtained during the 2012 Exploration Program.

As a result, NM Copper wishes to relinquish 45 sites and 230 feet of road from its Permit, Copper Flat Exploration 2 (SIO25EM). All of the boreholes have been properly abandoned and documentation has been submitted to the Office of the State Engineer. All accompanying surface disturbance (pads and roads) has been reclaimed (graded, harrowed, seeded, and mulched, as applicable).

Additionally, NM Copper would like to retain 4- permitted drill sites at the Copper Flat deposit, and permit 8 new drill sites, accommodating as many as 12 holes. These 8 drill sites will be located approximately 1 mile northeast of the Copper Flat pit in the Andrews area. This new disturbance will be on lode mining claims situated on BLM administered land.

Two sets of maps consisting of five maps each are included:

- 1) General project area- Figure 1
- 2) Detail of southern exploration area (Copper Flat deposit) showing reclaimed drill sites- Figure- 2)
- 3) Detail of southern exploration area (Copper Flat deposit) showing permitted drill sites that remain undrilled – Figure 3
- 4) Detail of southern area (Copper Flat deposit) showing drill sites to be retained – Figure 4
- 5) Detail of northern exploration area (Andrews area)- Figure 5



Details follow:

NM Copper wishes to relinquish the following reclaimed disturbance from our Permit:

PERMITTED AND BONDED SITES DRILLED:

SITE	NORTH	EAST
	<i>(NAD83 UTM meters)</i>	
1	3650689	262989
2	3650802	262989
3	3650606	262998
4	3650607	263050
5	3650516	263100
6	3650691	263111
7	3650981	263152
11	3650619	263233
13	3650741	263233
16	3650919	263346
20	3650949	263401
23	3650575	263536
24	3651010	263616
4B	3650730	263050
5A	3650596	263111
C	3650933	263097
CNI-1	3650951	263316
CNI-3	3650680	263447
CNI-4	3650653	263097
CNI-5	3650782	263024
CNI-6	3650973	263112
D	3650903	263097
E	3650899	263257
H	3650838	263240
J-1 / J-2	3650774	263360
JK-11	3650652	263387
JK-12	3650563	263241
JK-16	3650673	263144
JK-7	3650872	263398
JK-9	3650812	263384
K	3650751	263077
L	3650742	263410
NE-F	3651004	263305

Q	3650653	263341
R-1/R-2	3650625	263249
S	3650596	263187
SQ	3650637	263341

PERMITTED AND BONDED SITES NOT DRILLED:

NM Copper wishes to relinquish the following unused, but permitted and bonded drill sites:

SITE	NORTH <i>(NAD83 UTM meters)</i>	EAST
21	3650651	263477
25A	3650598	263587
8A	3650575	263171
17	3650588	263370
B	3650542	263340
W6	3650978	263066
CNI-2	3650883	263462
30	3650840	262928

RECLAIMED ROADS CONSTRUCTED OR UPGRADED:

Reclamation including harrowing, seeding and mulching of the access roads listed below has been completed. NM Copper therefore wishes to relinquish the following permitted and bonded surface disturbance related to the construction of drill site access roads.

ROAD	LENGTH (ft)	WIDTH (ft)
Road 24	80	10
Road CNI-5	100	10
Road 30	50	10
Total: 230' x 10' = 0.05 ac		

PERMITTED, BONDED AND UNDRILLED SITES ON WHICH THE F.A. IS TO BE RETAINED:

NM Copper wishes to retain the following four permitted and bonded, but unused drill sites (Permit Modification #3) for potential future use:

SITE	NORTH <i>(NAD83 UTM meters)</i>	EAST	Length (ft)
8B	3650665	263175	1,500'
9	3650965	263252	1,100'
E	3650945	263543	1,200'
X	3650425	263859	500'



Total fully reclaimed and or unused drill site and road access at the Copper Flat deposit based on the approved Permit Modification #3 = 3.08 ac.

Total retained, permitted and bonded surface disturbance at the Copper flat deposit = 0.16 ac.

Total retained permitted and bonded downhole length retained at Copper Flat deposit = 4,300'.

Additionally, NM Copper wishes to add the following eight sites located in the Andrews area (NW1/4 Sec 25, T15S, R7W), to Permit Modification #4. Multiple angled holes are planned from some sites:

SITE	HOLE	NORTH (NAD83 UTM meters)	EAST	DEPTH (ft)	SURFACE AREA
A1	A1-1	3652148	264776	1,000	30' x 60' (1,800 ft ²)
	A1-2	3652148	264776	1,000	
A2	A2-1	3652233	264691	2,000	30' x 60' (1,800 ft ²)
A3	A3-1	3652123	264683	1,000	30' x 60' (1,800 ft ²)
	A3-2	3652123	264683	1,200	
A4	A4-1	3652024	264481	1,000	30' x 60' (1,800 ft ²)
	A4-2	3652024	264481	1,500	
A5	A5-1	3651939	264295	1,000	30' x 60' (1,800 ft ²)
	A5-2	3651939	264295	1,200	
	A5-3	3651939	264295	1,750	
A6	A6-1	3652019	264386	1,000	30' x 60' (1,800 ft ²)
	A6-2	3652019	264386	1,500	
A7	*	3651925	264196		30' x 60' (1,800 ft ²)
A8	*	3651961	264350		30' x 60' (1,800 ft ²)

Total Downhole: 15,150 ft

Total Surface: 14,400 ft² (0.33 ac)

(* Sites A7 & A8 were included in the recently completed archaeological clearance and NM Copper wishes to permit the surface area. If the early drilling results warrant additional subsurface exploration, NM Copper will submit a modification and appropriate Financial Assurance to permit downhole disturbance.)

The following areas of existing road servicing the Andrews area are currently navigable, but the roads will locally require repair for ease of 2-wheel-drive access. All roads will be 10' in width.

ROAD	APPROXIMATE CENTER		LENGTH (ft)	AREA (ft ²)
	NORTH	EAST		
	<i>(NAD83 UTM meters)</i>			
1	3652180	265357	80	800
2	3652230	265247	600	6000
3	3652220	264832	70	700
4	3652077	264670	25	250
5	3652067	264642	50	500
6	3652031	264652	20	200
7	3652021	264568	10	100
8	3652016	264454	550	5500
9	3651923	264327	70	700

Total Length: 1,475 ft
Total Area: 14,750 ft² (0.34 ac)

Additionally, two sections of road will require some borrow material for leveling. These two areas are as follows:

The road to Site A2:

The existing road crossing the drainage will require repair for 2-wheel drive access. NM Copper proposes to install a temporary culvert (approximately 10' x 20") to allow for uninterrupted surface water flow should any storm events occur. Two adjacent sources of unconsolidated material have been identified which will provide the needed road fill material.

The road to Site A-6:

Borrow material will be needed in order for the planned access road to site A6 to cross a small drainage. This material will be obtained immediately adjacent to this segment of road.

Borrow Area	North	East	AREA (ft ²)
	<i>(NAD83 UTM meters)</i>		
1	3652242	264824	3,600
2	3652047	264390	1,500

Summary of required Financial Assurance needed for Copper Flat Exploration 2 (S1025EM) Modification #4 is as follows:

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Copper Flat Deposit Area:

As previously stated, retain permitting and bonding for 4 drill holes (8b, 9, E and X): 4,300' @ \$6.50/ft = \$27,950.00

Retain permitted and bonded surface disturbance (4- drill sites x 30' x 60'): 0.16 ac @ \$3,300.00 ac = \$528.00

Upon approval of this permit modification (Permit Modification #4), the total remaining exploration bond needed for the Copper Flat deposit = \$28,478.00

Andrews Area:

Permit and bond 8- drill sites x 30' x 60': 0.33 ac @\$3,300.00 ac = \$1,089.00

Permit and bond 12- drill holes: 15,150' x \$6.50/ft = \$98,475.00

Permit and bond borrow: 0.12 ac x \$3,300.00 ac = \$396.00

Permit and bond roads: 1,525' x 10': 0.35 ac x \$3,300.00 ac = \$1,155.00

Total bond/F.A. required for the Andrews area: \$101,115.00

Total bond/F.A. required for Permit Modification #4 (Copper Flat and Andrews Area): \$129,593.00

The current Financial Assurance, as of the approved of Permit Modification #3: \$241,710.00

Total bond/F.A. required for Permit Modification #4 (Copper Flat and Andrews Area): \$129,593.00

As a result of the F.A. / bond surplus in the amount of \$112,117.00 that has developed due to a decrease in disturbance in the upcoming proposed exploration program, NM Copper is requesting a reduction in the current Financial Assurance bond in the amount of the surplus, \$112,117.00.

Please note that a check in the amount of \$250.00 for the permit modification fee is attached to this request.

Thank you for your time in reviewing this fourth Permit modification to Copper Flat Exploration 2 (S1025EM) Permit Modification Request #4. If you should have any questions concerning this permit modification request or should you need additional information, please don't hesitate contacting me.

Best regards,



Raymond Irwin

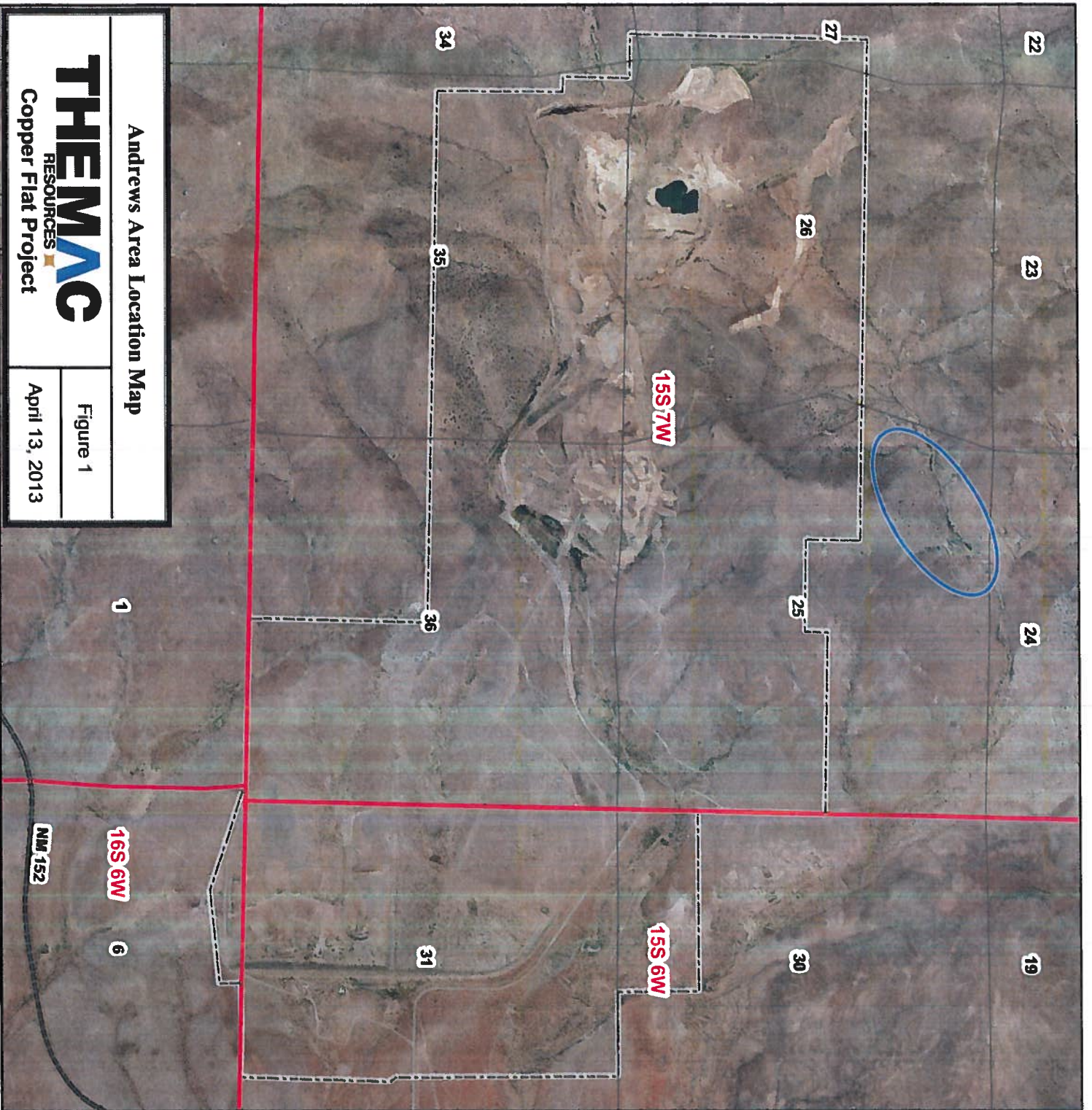
V.P. of Exploration

New Mexico Copper Corporation

(a wholly owned subsidiary of THEMAC Resources Group, Ltd.)

Email: raymondirwin10@yahoo.com

Mobile: 505-217-5677



Andrews Area Location Map

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Figure 1

April 13, 2013

Legend

 Andrews Area

 Copper Flat Permit Boundary

 Highway 152

PLSS

 Townships

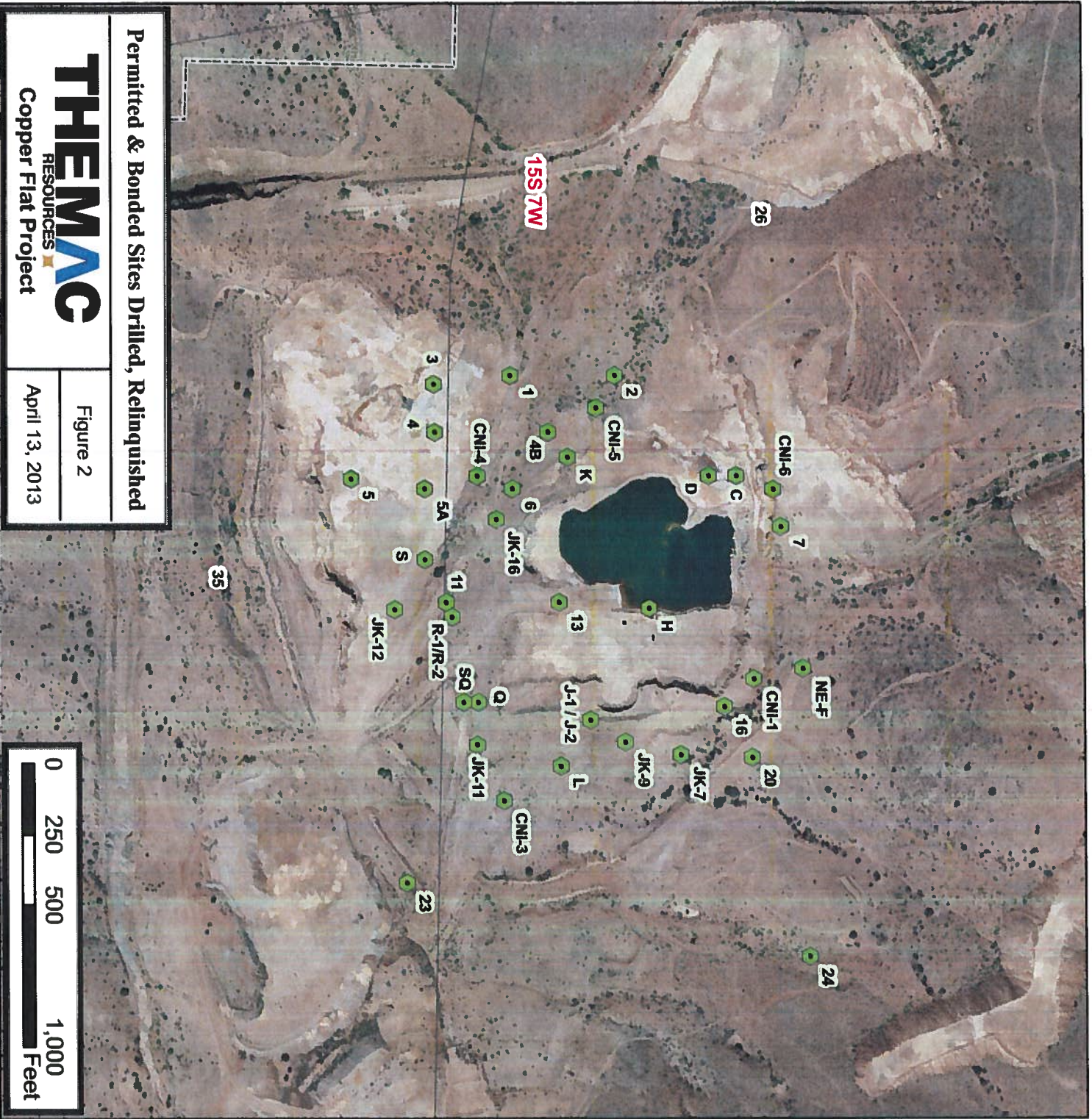
 Sections

1 inch = 2,000 feet



Coordinate System: NAD_1983_UTM_Zone_13N
 Projection: Transverse Mercator
 False_Easting: 500000.000000
 False_Northing: 0.000000
 Central_Meridian: -105.000000
 Scale_Factor: 0.999600
 Latitude_Of_Origin: 0.000000
 Linear Unit: Meter





Permitted & Bonded Sites Drilled, Relinquished

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Copper Flat Project

Figure 2

April 13, 2013



Legend

 Sites Relinquished, Drilled, & Fully Reclaimed

 Copper Flat Permit Boundary

PLSS

 Townships

 Sections

1 inch = 500 feet

Coordinate System: NAD_1983_UTM_Zone_13N
 Projection: Transverse Mercator
 False_Easting: 500000.000000
 False_Northing: 0.000000
 Central_Meridian: -105.000000
 Scale_Factor: 0.999960
 Latitude_Of_Origin: 0.000000
 Linear Unit: Meter



Legend



Sites Relinquished
(Permitted, Not Drilled)



Copper Flat
Permit Boundary

PLSS



Townships



Sections



Permitted & Bonded Sites Not Drilled, Relinquished

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Copper Flat Project

Figure 3

April 13, 2013



1 inch = 500 feet

Coordinate System: NAD_1983_UTM_Zone_13N
 Projection: Transverse_Mercator
 False_Easting: 500000.000000
 False_Northing: 0.000000
 Central_Meridian: -105.000000
 Scale_Factor: 0.999600
 Latitude_Of_Origin: 0.000000
 Linear Unit: Meter



Legend

▲ Sites Retained (Permitted, Not Drilled)

▭ Copper Flat Permit Boundary

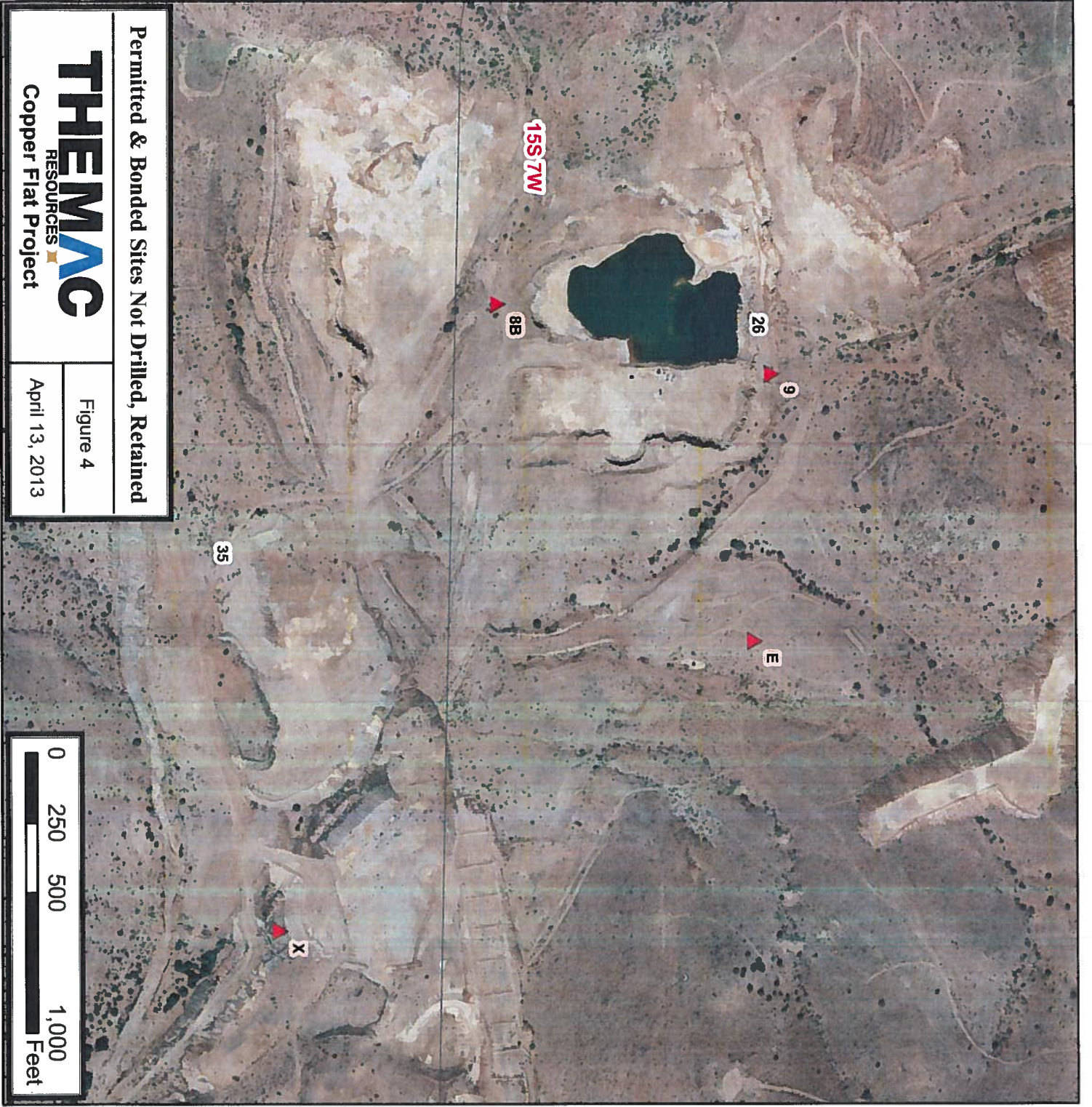
PLSS

▭ Townships

▭ Sections

1 inch = 500 feet

Coordinate System: NAD_1983_UTM_Zone_13N
 Projection: Transverse_Mercator
 False_Easting: 500000.000000
 False_Northing: 0.000000
 Central_Meridian: -105.000000
 Scale_Factor: 0.999600
 Latitude_Of_Origin: 0.000000
 Linear Unit: Meter

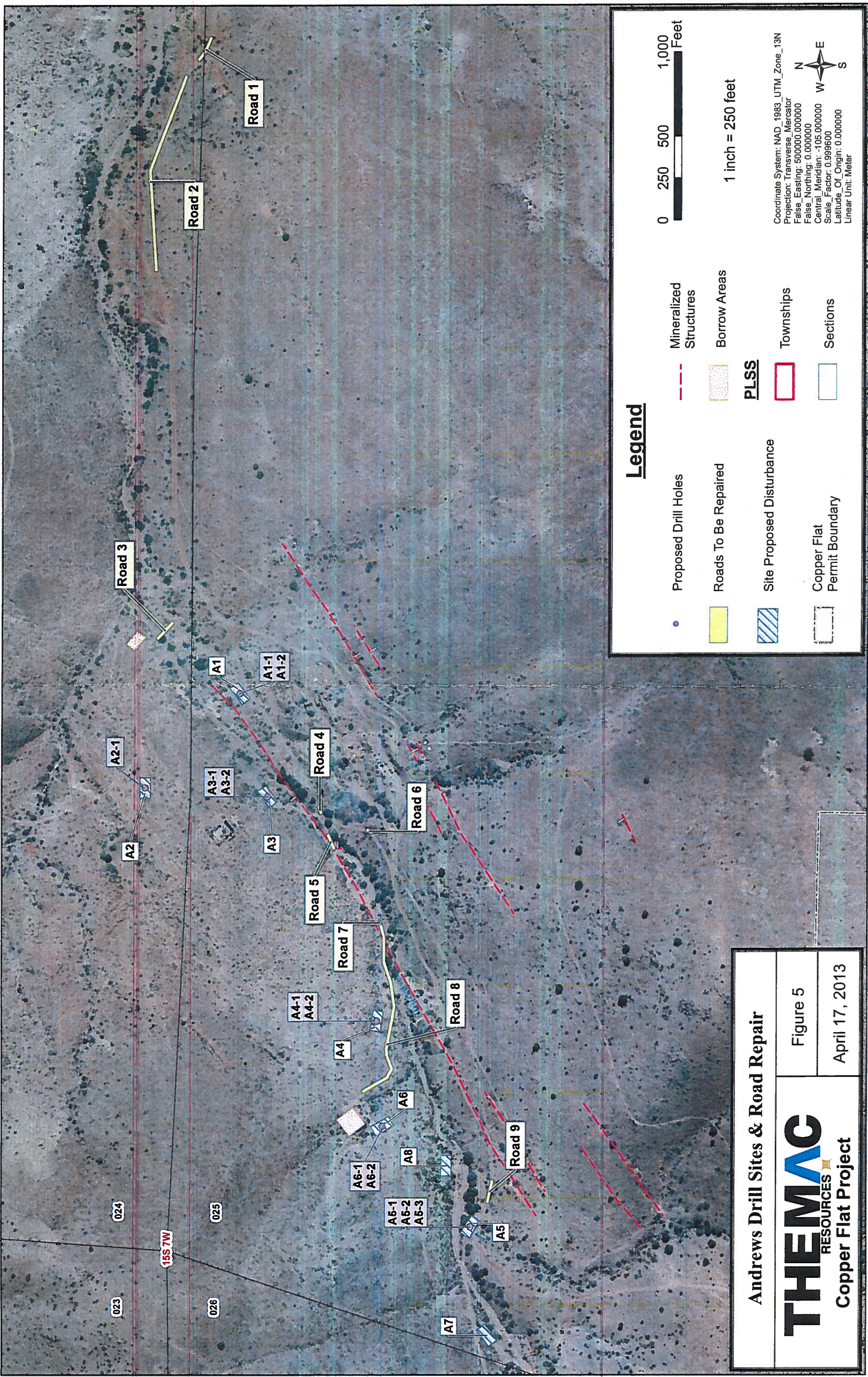


Permitted & Bonded Sites Not Drilled, Retained

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Figure 4

April 13, 2013



Legend

- Proposed Drill Holes
 - Roads To Be Repaired
 - Site Proposed Disturbance
 - Copper Flat Permit Boundary
 - Mineralized Structures
 - Borrow Areas
 - PLSS
 - Townships
 - Sections
- 0 250 500 1,000 Feet
- 1 inch = 250 feet
- Coordinate System: NAD_1983_UTM_Zone_13N
 Projection: Transverse_Mercator
 False_Easting: 500000.000000
 False_Northing: 0.000000
 Central_Meridian: -105.000000
 Scale_Factor: 0.999600
 Latitude_Of_Origin: 0.000000
 Linear_Unit: Meter

Andrews Drill Sites & Road Repair

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Copper Flat Project

Figure 5

April 17, 2013

**MODIFICATION 13-1 TO PERMIT NO. SI025EM
COPPER FLAT EXPLORATION 2 PROJECT
MINIMAL IMPACT EXPLORATION OPERATION**

**MINING AND MINERALS DIVISION
ENERGY, MINERALS AND NATURAL RESOURCES DEPARTMENT**

Permit Modification 13-1 to Permit No. SI025EM ("Permit") is issued by the Director of the Mining and Minerals Division ("MMD") of the New Mexico Energy, Minerals and Natural Resources Department to:

Whose correct address is: New Mexico Copper Corporation
2424 Louisiana Boulevard, NE, Suite 301
Albuquerque, New Mexico 87110

("Permittee") for the Copper Flat Exploration 2 Project, located in Sierra County, New Mexico. The Permittee has proposed relocating eight (8) previously approved drill pads to accommodate twelve (12) drill holes, and the construction of additional access roads. These relocated drill pads and drill holes are in addition to the remaining four (4) of the forty-nine (49) previously permitted drill pads that have yet to be constructed or utilized. The Permit Area is located on lands administered by the United States Bureau of Land Management ("BLM").

This Modification 13-1:

Relocates eight (8) previously permitted drill pads to accommodate twelve (12) drill holes to be drilled to a maximum depth of 2,000 feet below ground surface, and;

- **Drill Pad and Borehole Identification and locations:** The eight (8) drill pads (formerly known as drill pads 21, 25A, 8A, 17, B, W6, CNI-2, and 30; now identified as A1, A2, A3, A4, A5, A6, A7, and A8) to accommodate twelve (12) drill holes (identified as drill holes A1-1, A1-2, A2-1, A3-1, A3-2, A4-1, A4-2, A5-1, A5-2, A5-3, A6-1, A6-2,) , to be moved to locations as shown in Figure 5 of the Request for Permit Modification letter.

Reduces the required financial assurance ("FA") amount associated with this Permit from \$241,710.00 to \$133,200.00 in acknowledgement of the plugging and abandonment of forty-five (45) previously approved drill holes, and the reclamation of the associated and previously approved drill pads.

- **FA amount to be reduced:** Certificate of Deposit number 7658769315, in the amount of \$133,200.00, and issued on November 7, 2013 by Wells Fargo Bank of Albuquerque, New Mexico, New Mexico, will replace Certificate of Deposit number 0124190728 in the amount of \$241,710.00 issued by Citizens Bank of Las Cruces, New Mexico as the new financial assurance instrument.

Authorizes the Permittee to disturb an additional 0.12 acres for the constructing of the needed access roads to the eight (8) re-located drill pads.

**PERMIT MODIFICATION 13-1
PERMIT NO. SI025EM
COPPER FLAT EXPLORATION 2 PROJECT**

Page 2 of 5

- **Increased acreage:** the incremental disturbed acreage (0.12 acres) is the result of constructing the needed access roads to the re-located drill pads resulting in a cumulative permitted disturbance of 3.07 acres for the entirety of this minimal impact exploration Permit No. SI025EM.

In order to accomplish the approval contemplated by this Modification 13-1, the following subparagraphs are added to Permit No. SI025EM:

Section 1 (13-1). STATUTES AND REGULATIONS

- A. This Permit Modification is issued pursuant to the New Mexico Mining Act, NMSA 1978, §69-36-1, et seq. (1993, as amended through 2009) (“Act”) and New Mexico Mining Act Rules, Title 19, Chapter 10 of the New Mexico Administrative Code (“NMAC” or “Rules” or “Regulations”)
- B. This Permit Modification is subject to the Act, the Rules and any other regulations which are now or hereafter in force under the Act; and all such regulations are made a part of this Permit by this reference.

Section 2 (13-1). PERMIT APPLICATION PACKAGE

- A. A request titled *Copper Flat Exploration 2 (SI025EM) Modification 4* was received by MMD from the Permittee, on May 7, 2013, proposing to alter the scope of drilling originally approved in the Permit and associated Modifications. Specifically, this Modification request includes relocating eight (8) drill pads to accommodate twelve (12) drill holes and reducing the amount of financial assurance. This Permit Modification Proposal Package contains a map (“Figure 5”) that identifies the new locations of the drill pads.
- B. *Acknowledgement of Notice Modification*, dated September 11, 2013, as issued by the United States Bureau of Land Management – Las Cruces District Office.
- C. Response letter from Ray Irwin, dated August 6, 2013: *Response to August 2, 2013 Technical Comments on Application for Modification 13-1 to Permit No. SIO25EM, Copper Flat Exploration 2 Project*, providing responses to MMD’s August 2, 2013 Technical Comments letter to the Permittee.

Section 4 (13-1). FINDINGS OF FACT

- A. The Permittee has paid the minimal impact operation modification fee of \$250.00 as required by Subsection I of 19.10.2.201 NMAC.
- B. The Permittee has provided satisfactory financial assurance (“FA”), in accordance with

**PERMIT MODIFICATION 13-1
PERMIT NO. SI025EM
COPPER FLAT EXPLORATION 2 PROJECT**

Page 3 of 5

Subsection A of 19.12.1201 NMAC, in the amount of \$133,200.00 (one hundred thirty-three thousand two hundred dollars). FA has been posted in the form of a Certificate of Deposit No. 7658769315, administered by Wells Fargo Bank of Albuquerque, New Mexico.

- C. The application for a permit modification has been reviewed in accordance with 19.10.3.302.J NMAC and 19.10.4.406 NMAC. The application for permit modification is complete, accurate, and complies with the requirements for permit modifications under 19.10.4.406 NMAC.
- D. Pursuant to 19.10.4.406.C NMAC, the proposed changes would not authorize an expansion of the disturbed area beyond that currently authorized by the Permit, nor significantly depart from the nature or scale of the permit, nor result in a significant increase in the amount of financial assurance, nor fall within the exclusions in 19.10.1.7.M(2) NMAC. The proposed changes meet the standards of a "minimal impact mining operation" addressed in Subsection M, Paragraph 2 of 19.10.1. 7 NMAC.
- E. The Director has provided notice of the permit modification request to other government agencies deemed appropriate (the NM Environment Department, the NM Department of Game and Fish, the NM Department of Cultural Affairs, the Office of the State Engineer, and the U.S. Bureau of Land Management), in accordance with 19.10.4.406.C(3) NMAC, and requested comments from these agencies. MMD provided the Permittee with comments from these agencies through a letter, dated August 2, 2013.
- F. The Permittee is not in violation of the terms of the Permit, or any other permit issued by the Director, nor is in violation of a substantial environmental law or substantive regulation at another mining operation, nor has forfeited or had forfeited financial assurance in connection with another mining, reclamation or exploration permit, nor has demonstrated a pattern of willful violations of the Act or other New Mexico environmental statutes.
- G. The Permit and Permit Modification do not grant or create any property rights. Nor does MMD, by issuing this Permit or otherwise, make any comment on the surface or mineral rights that the Permittee may or may not have in the area covered by the permit; only that the Permittee has provided a statement of basis on which the Permittee has a right to enter the property to conduct mining and reclamation. Permittee is solely responsible to take whatever steps are necessary to ensure that Permittee has property rights sufficient to support the activities contemplated by the Permit.
- H. **This permit is to expire June 6, 2014** [§19.10.405.4.A (1) NMAC]. If NMCC decides to continue exploration and/or reclamation activities beyond that date, a request to renew the permit must be submitted at least 30 days before the date of expiration [§19.10.4.405.C (2) NMAC]. In addition, at the end of the project, NMCC will need to

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file a termination report based on the requirements of 19.10.4.407 NMAC.

Section 11 (13-1). CONCLUSIONS OF LAW

- A. The Request for Permit Modification is complete, accurate and complies with the requirements of the Act and 19.10.3.302 NMAC.
- B. The request for replacement of FA is complete and accurate and complies with the requirements of the Act and 19.10.12.1209 NMAC.

All other provisions, modifications, and revisions for exploration, mining, and reclamation contained in the Copper Flat 2 Project, Permit No. SI025EM, remain unchanged. This Permit will expire on

CERTIFICATION

I certify that I have read, understand and will comply with the requirements of the Permit and Permit Modification. I further certify that I am not in violation of the Act or 19.10 NMAC. I also agree to comply with the performance and reclamation standards and requirements of the Permit, the Rules, and the Act, and allow the Director to enter the Permit Area without delay for the purpose of conducting inspections during exploration and reclamation.

Raymond L. Lavin
Authorized Representative of the Permittee

V.P of Eploration _____
Title

New Mexico Copper Corporation _____
Company Name

Subscribed and sworn to before me this 7th day of November, 2013

[Signature]
Notary Public

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My Commission Expires

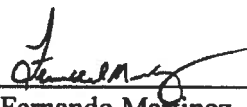
1-27, '16



ORDER

NOW THEREFORE, IT IS HEREBY ORDERED that Permit Modification 13-1 to Permit No. SI025EM, which changes the locations of eight (8) previously approved drill pads, and allows for a reduction of the required financial assurance amount, is approved. The Permit may not be transferred without approval by the Director. The Permit is subject to all conditions set out in the Director's Findings of Fact, Conditions and Conclusions of Law.

By Order of the Director, Mining and Minerals Division, Energy, Minerals and Natural Resources Department, of the State of New Mexico.

By: 
Fernando Martinez, Director
Mining and Minerals Division
Energy, Minerals and Natural Resources Department

Date: 12/3/2013