Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd Leahy, JD, Ph.D. Deputy Cabinet Secretary Mike Tompson, Interim Director Mining and Minerals Division



December 5, 2019

Chairman Timothy Nuvangyaoma Hopi Tribe P.O. Box 123 Kykotsmovi, AZ 86039

Re: Notice of Intent to Issue a Minimal Impact Exploration Permit, Gila Mining Peru Mill Tailings Project, Luna County, New Mexico, Permit No. LU038EM

Dear Chairman Nuvangyaoma,

On August 19, 2019 the Mining and Minerals Division (MMD) of the New Mexico Energy, Minerals, and Natural Resources Department notified your tribe about an application from Gila Mining (formerly MOI Recovery Systems) to conduct a minimal impact exploration project under 19.10.3 NMAC of the New Mexico Mining Act (NMSA 1978, §69-36-1 et seq.). The proposed project is located in Luna County and will involve 15 boreholes with a depth of 30 feet on reclaimed mill tailings. The applicant anticipates disturbing approximately less than one acre associated with the exploration activities.

Minimal Impact exploration means disturbance will not exceed a total of 5 acres and limits impact to the environment. Operations must be completed in one year and reclaimed within two years, unless the permit is renewed. A new application for renewal would be required to extend exploration or reclamation beyond one year or to initiate further mining activities. The application can be viewed in its entirety by visiting the MMD web site at

http://www.emnrd.state.nm.us/MMD/MARP/LU038EM.html.

An archaeological survey is not required since the project occurs on private property. We are notifying you that the applicant has satisfied all our regulatory requirements and we are prepared to issue a permit. We would like to give you a final opportunity to provide us with comments. Please provide comments to MMD by December 24, 2019. Please contact me at (505) 476-3427, or Jenn Johnson of my staff at 505-476-3436 or jennifere.johnson@state.nm.us with any questions or if you wish to meet to discuss the application.

Sincerely

Mike Tompson, Interim Directo Mining and Minerals Division

Enclosure (Site Locations Map)

cc: Holland Shepherd, MARP Program Manager

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd Leahy, JD, Ph.D. Deputy Cabinet Secretary Mike Tompson, Interim Director Mining and Minerals Division



December 5, 2019

President Arthur "Butch" Blazer Mescalero Apache Tribe P.O. Box 227 Mescalero, NM 88340

Re: Notice of Intent to Issue a Minimal Impact Exploration Permit, Gila Mining Peru Mill Tailings Project, Luna County, New Mexico, Permit No. LU038EM

Dear President Blazer.

On August 19, 2019 the Mining and Minerals Division (MMD) of the New Mexico Energy, Minerals, and Natural Resources Department notified your tribe about an application from Gila Mining (formerly MOI Recovery Systems) to conduct a minimal impact exploration project under 19.10.3 NMAC of the New Mexico Mining Act (NMSA 1978, §69-36-1 et seq.). The proposed project is located in Luna County and will involve 15 boreholes with a depth of 30 feet on reclaimed mill tailings. The applicant anticipates disturbing approximately less than one acre associated with the exploration activities.

Minimal Impact exploration means disturbance will not exceed a total of 5 acres and limits impact to the environment. Operations must be completed in one year and reclaimed within two years, unless the permit is renewed. A new application for renewal would be required to extend exploration or reclamation beyond one year or to initiate further mining activities. The application can be viewed in its entirety by visiting the MMD web site at http://www.emnrd.state.nm.us/MMD/MARP/LU038EM.html.

An archaeological survey is not required since the project occurs on private property. We are notifying you that the applicant has satisfied all our regulatory requirements and we are prepared to issue a permit. We would like to give you a final opportunity to provide us with comments. Please provide comments to MMD by December 24, 2019. Please contact me at (505) 476-3427, or Jenn Johnson of my staff at 505-476-3436 or jennifere.johnson@state.nm.us with any questions or if you wish to meet to discuss the application.

Sincerely

Mike Tompson, Interim Director Mining and Minerals Division

Enclosure (Site Locations Map)

cc: Holland Shepherd, MARP Program Manager

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd Leahy, JD, Ph.D. Deputy Cabinet Secretary Mike Tompson, Interim Director Mining and Minerals Division



December 5, 2019

Chairwoman Gwendena Lee-Gatewood White Mountain Apache Tribe P.O. Box 700 Whiteriver, AZ 85941

Re: Notice of Intent to Issue a Minimal Impact Exploration Permit, Gila Mining Peru Mill Tailings Project, Luna County, New Mexico, Permit No. LU038EM

Dear Chairwoman Lee-Gatewood.

On August 19, 2019 the Mining and Minerals Division (MMD) of the New Mexico Energy, Minerals, and Natural Resources Department notified your tribe about an application from Gila Mining (formerly MOI Recovery Systems) to conduct a minimal impact exploration project under 19.10.3 NMAC of the New Mexico Mining Act (NMSA 1978, §69-36-1 et seq.). The proposed project is located in Luna County and will involve 15 boreholes with a depth of 30 feet on reclaimed mill tailings. The applicant anticipates disturbing approximately less than one acre associated with the exploration activities.

Minimal Impact exploration means disturbance will not exceed a total of 5 acres and limits impact to the environment. Operations must be completed in one year and reclaimed within two years, unless the permit is renewed. A new application for renewal would be required to extend exploration or reclamation beyond one year or to initiate further mining activities. The application can be viewed in its entirety by visiting the MMD web site at

http://www.emnrd.state.nm.us/MMD/MARP/LU038EM.html.

An archaeological survey is not required since the project occurs on private property. We are notifying you that the applicant has satisfied all our regulatory requirements and we are prepared to issue a permit. We would like to give you a final opportunity to provide us with comments. Please provide comments to MMD by December 24, 2019. Please contact me at (505) 476-3427, or Jenn Johnson of my staff at 505-476-3436 or jennifere.johnson@state.nm.us with any questions or if you wish to meet to discuss the application.

Sincerely,

Mike Tompson, Interim Director Mining and Minerals Division

Enclosure (Site Locations Map)

cc: Holland Shepherd, MARP Program Manager

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd Leahy, JD, Ph.D. Deputy Cabinet Secretary Mike Tompson, Interim Director Mining and Minerals Division



December 5, 2019

Governor E. Michael Silvas Ysleta del Sur Pueblo P119 S. Old Pueblo Road Ysleta del Sur Pueblo, TX 79917

Re: Notice of Intent to Issue a Minimal Impact Exploration Permit, Gila Mining Peru Mill Tailings Project, Luna County, New Mexico, Permit No. LU038EM

Dear Governor Silvas,

On August 19, 2019 the Mining and Minerals Division (MMD) of the New Mexico Energy, Minerals, and Natural Resources Department notified your tribe about an application from Gila Mining (formerly MOI Recovery Systems) to conduct a minimal impact exploration project under 19.10.3 NMAC of the New Mexico Mining Act (NMSA 1978, §69-36-1 et seq.). The proposed project is located in Luna County and will involve 15 boreholes with a depth of 30 feet on reclaimed mill tailings. The applicant anticipates disturbing approximately less than one acre associated with the exploration activities.

Minimal Impact exploration means disturbance will not exceed a total of 5 acres and limits impact to the environment. Operations must be completed in one year and reclaimed within two years, unless the permit is renewed. A new application for renewal would be required to extend exploration or reclamation beyond one year or to initiate further mining activities. The application can be viewed in its entirety by visiting the MMD web site at

http://www.emnrd.state.nm.us/MMD/MARP/LU038EM.html.

An archaeological survey is not required since the project occurs on private property. We are notifying you that the applicant has satisfied all our regulatory requirements and we are prepared to issue a permit. We would like to give you a final opportunity to provide us with comments. Please provide comments to MMD by December 24, 2019. Please contact me at (505) 476-3427, or Jenn Johnson of my staff at 505-476-3436 or jennifere.johnson@state.nm.us with any questions or if you wish to meet to discuss the application.

Sincerely

Mike Tompson, Interim Director Mining and Minerals Division

Enclosure (Site Locations Map)

cc: Holland Shepherd, MARP Program Manager

Michelle Lujan Grisham Governor

Sarah Cottrell Propst Cabinet Secretary

Todd Leahy, JD, Ph.D. Deputy Cabinet Secretary Mike Tompson, Interim Director Mining and Minerals Division



December 5, 2019

Chairwoman Lori Gooday-Ware Fort Sill Apache Tribe Route 2, Box 121 Apache, OK 73006

Re: Notice of Intent to Issue a Minimal Impact Exploration Permit, Gila Mining Peru Mill Tailings Project, Luna County, New Mexico, Permit No. LU038EM

Dear Chairwoman Gooday-Ware,

On August 19, 2019 the Mining and Minerals Division (MMD) of the New Mexico Energy, Minerals, and Natural Resources Department notified your tribe about an application from Gila Mining (formerly MOI Recovery Systems) to conduct a minimal impact exploration project under 19.10.3 NMAC of the New Mexico Mining Act (NMSA 1978, §69-36-1 et seq.). The proposed project is located in Luna County and will involve 15 boreholes with a depth of 30 feet on reclaimed mill tailings. The applicant anticipates disturbing approximately less than one acre associated with the exploration activities.

Minimal Impact exploration means disturbance will not exceed a total of 5 acres and limits impact to the environment. Operations must be completed in one year and reclaimed within two years, unless the permit is renewed. A new application for renewal would be required to extend exploration or reclamation beyond one year or to initiate further mining activities. The application can be viewed in its entirety by visiting the MMD web site at

http://www.emnrd.state.nm.us/MMD/MARP/LU038EM.html.

An archaeological survey is not required since the project occurs on private property. We are notifying you that the applicant has satisfied all our regulatory requirements and we are prepared to issue a permit. We would like to give you a final opportunity to provide us with comments. Please provide comments to MMD by December 24, 2019. Please contact me at (505) 476-3427, or Jenn Johnson of my staff at 505-476-3436 or jennifere.johnson@state.nm.us with any questions or if you wish to meet to discuss the application.

Sincerely,

Mike Tompson, Interim Director Mining and Minerals Division

Enclosure (Site Locations Map)

cc: Holland Shepherd, MARP Program Manager



Scale



Directions:

Exit off from I-10 west at the US 180 exit (to Silver City). Proceed north on Gold Ave to 2nd Street and turn left (west) on to 2nd Street which route 394. Proceed 1.2 miles west then turn right (north) continuing to follow route 394. Travel approximately 2.6 miles on 394 passing the closed Pinos Altos mill and paralleling a railroad line. At the 2.6 mile point the tailings pile will be observable to the west. We will be at the gate.

Route to Peru Mill Tailings from Gold Avenue

| Project No.: | Project: Peru Mili Tallings Dump Phase 1-Soil Boring Investigation | Client MOI Recovery Systems, LLC | Figure 1 Site Locations Map |
|-------------------------------|---|----------------------------------|-----------------------------|
| Date: February 2019 | | | |
| Drawn by: ETJ Reviewed by: | G3 Gauvreau GeoEnvironmental Group | | |