

State of New Mexico  
Energy, Minerals and Natural Resources Department

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**Michelle Lujan Grisham**  
Governor

**Melanie Kenderdine**  
Cabinet Secretary, Designate

**Benjamin Shelton**  
Deputy Cabinet Secretary, Acting

**Albert Chang, Director**  
Mining and Minerals Division



October 15, 2024

Bill Buckovic, President  
Geovic Mining Corp.  
2695 Patterson Road  
Unit 2, Box 222  
Grand Junction, CO 81506

**RE: Exploration Permit Renewal Approval Cornudas-Wind Mountain Exploration Project, Permit No. OT040EM, Geovic Mining Corp., Otero County, New Mexico**

Dear Mr. Buckovic:

The New Mexico Mining and Minerals Division (“MMD”) received a Permit Renewal Application dated September 7, 2024, from Geovic Mining Corp. (hereafter referred to as “GMC” or “Permittee”), requesting renewal of the Cornudas-Wind Mountain Exploration Project, Minimal Impact Exploration Permit No. OT040EM. This letter acknowledges the renewal of the Exploration Permit for the Cornudas-Wind Mountain Exploration Project, Permit No. OT040EM.

GMC is authorized to conduct mineral exploration and reclamation operations only on those lands specifically designated and authorized as the permit area, where GMC proposes to disturb up to 3.437 acres within the permit boundaries proposed for mineral exploration drilling located on Wind Mountain, within the Cornudas Range, approximately 15 miles northwest of the town of Dell City, Texas, on Federal land managed by the Bureau of Land Management (“BLM”) within portions of Sections 14, 15, 22, 23, 26 and 27, Range 14 East, Township 26 South, N.M.P.M., in Otero County, New Mexico.

Permittee is permitted to angle-drill no more than twenty-eight (28) core holes, up to 2.362 inches in diameter, and up to 750 feet deep, utilizing no more than seven (7) drill pad disturbance areas to explore for rare earth elements, zirconium and feldspar.

In addition to use of existing county roads to access the permit area, the Permittee is also authorized to utilize one (1) equipment staging area located along the existing, previously disturbed pullouts/campsites adjacent to the existing county road. A base camp for housing drilling personnel while working onsite will be established on private lands located near the permit area or, alternatively, in an RV to be parked along one of the existing, previously disturbed pullouts/campsites located adjacent to the existing county road. Drill pad sites will be accessed by use of an off-highway vehicle (“OHV” standard four-wheeler) in the place of the currently approved power-barrow cart for the transport of crewmembers and smaller supplies as originally

permitted for the barrow-cart and the OHV will only be used on the approved overland trail alongside the existing waterline or a separate overland trail from the staging area to the common central waterline.

**Findings of Fact:**

1. The application for renewal is complete and demonstrates that there will be no changes to the original permit or financial assurance instruments or amount, and will meet the requirements of reclamation, as identified in Section 19.10.4.405.C of the New Mexico Mining Act Rules (“the Rules”).
2. The Permittee has paid the permit application fee in the amount of \$500.00, as determined by Part 2 of the Rules.
3. The Permittee has no outstanding violations of the New Mexico Mining Act or 19.10 NMAC.
4. The Permittee has provided a statement dated September 1, 2024, from its banking institution, Jonah Bank of Wyoming, verifying that a Certificate of Deposit (CD No. 50000724) established by GMC as joint BLM-MMD held financial assurance for the Cornudas-Wind Mountain Exploration Project is valid and presently in effect in the required amount of \$58,826.12.
5. Aside from the replacement of the power-barrow cart with an OHV for use toward future drill pad site access and equipment transport, the Permittee has acknowledged that there has been no change in the amount of proposed disturbance within the proposed permit area or any changes to the drilling plans described in Permit No. OT040EM.
6. The Permittee has provided, as part of the original Permit Application Package (“PAP”), a signed statement indicating that he agrees to comply with the reclamation requirements of the permit, Part 3 of the Rules, and the New Mexico Mining Act (the Act) and allows the Director to enter the permit area, without delay, for the purpose of conducting inspections during exploration and reclamation.
7. The Permittee shall comply with all requirements, obligations and conditions and shall conduct mining and reclamation operations at the Cornudas-Wind Mountain Exploration Project only as described within approved Permit No. OT040EM, originally approved on November 19, 2013.
8. This Permit does 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. The Permittee is solely responsible for taking whatever steps are necessary to ensure that the Permittee has property rights sufficient to support the activities contemplated by the Permit.

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9. This Permit does not grant or create any water rights. Nor does MMD, by issuing this Permit or otherwise, make any comment on the water rights that the Permittee may or may not have available for use in the area covered by the Permit. The Permittee is solely responsible and obligated to comply with all state and federal laws related to water rights sufficient to support the activities contemplated by the Permit.
10. Since the permit area is on Federal Lands, the expiration, or termination, of the BLM's authorization to conduct operations on the property automatically suspends the permittee's authority to continue mining operations on the property, although not necessarily reclamation operations required by this permit. BLM Notice of Intent for NMNM-130729 for Wind Mountain/Cornudas was submitted for a two-year renewal on August 18, 2023.
11. This Permit is issued pursuant to NMSA 1978, Section 69-36-1 et. seq. and Title 19, Chapter 10 NMAC. The Permittee may be required to comply with other Federal, State, county or local laws or ordinances before or while undertaking the activity that is the subject of this Permit. MMD does not, by issuing this Permit or otherwise, make any comment on the Permittee's compliance with such other laws. It is the Permittee's sole responsibility to investigate and comply with the requirements of such other laws.

**This permit renewal is valid until November 19, 2025**, which is one year from the expiration date of the prior year permit term renewal [19.10.4.405.A(1) NMAC]. In addition, at the end of the project the Permittee will need to file a termination report based on the requirements of Section 19.10.4.407 of the Rules. If exploration activities are planned to extend beyond that period, the Permittee must renew the Permit at least 30 days before the date of expiration [19.10.4.405.C (2) NMAC].

Upon completion of drill pad sites WMEA and WMEC, Geovic shall be required to remove the temporary water storage tank and blue recirculation piping from the site.

For additional information regarding the New Mexico Mining Act Rules, please contact David ("DJ") Ennis at (505) 372-8634 or [david.ennis@emnr.dnm.gov](mailto:david.ennis@emnr.dnm.gov) for any questions regarding this Permit.

By Order of the Director,



Albert Chang, Director  
Mining and Minerals Division

cc: Corey Durr, Las Cruces District Office, BLM  
Leah Chavez, Las Cruces District Office, BLM