State of New Mexico
Energy, Minerals and Natural Resources Department

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Governor

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Division Director
Mining and Minerals Division

September 24, 2026

Mike Thompson
Cibola Resources LLC
18032 County Road G
Cortez, Colorado 81231

RE: Cebolleta Uranium Exploration Project, Cibola Resources LLC, Permit No. CI018EM-R3, Renewal Request

Dear Mr. Thompson:

The New Mexico Mining and Minerals Division (MMD) received a letter on August 19, 2026 from Cibola Resources LLC (Permittee) requesting renewal (R3) of MMD Permit Number CI018EM, as modified (Permit) for the Cebolleta Uranium Exploration project located in Cibola County, New Mexico.

The Permittee does not wish to make any changes at this time to the scope of the Permit, and this letter approves the renewal of the Permit. The permit number designated for this renewal is CI018EM-R3. The Permittee is authorized to conduct mineral exploration and reclamation operations only on those lands specifically designated and authorized as the permit area as described in the Permit.

Findings of Fact:

1. Permit Background:
    - July 2023: CI018EM Original Permit issued for up to 3.24 acres of disturbance.
    - July 2024: CI018EM-R1 Permit renewal.
    - June 2025: CI018EM-R2 Permit renewal. Renewal released previous disturbance (2.5 acres), all future disturbance will not exceed 5 acres for CI018EM as well as the interrelated project, North Cebolleta Uranium Project (Permit Number CI019EM).
    - April 2026: CI018EM Mod 26-1 Permit modification. Mod 26-1 drilling [that occurred the summer of 2026] resulted in approximately 0.56 acres of disturbance, leaving approximately 4.44 acres under the combined limit [for CI018EM and CI019EM]. MMD has confirmed this estimate during the inspection of reclamation work on September 9, 2026.

2. The application for renewal is timely in accordance with 19.10.3.302(B) NMAC and demonstrates that there will be no changes to the scope of work, financial assurance instruments or amount, and will meet the requirements of reclamation, as identified in 19.10.4.403 NMAC of the New Mexico Mining Act Rules (the Rules).

3. The Permittee has paid the permit application fee in the amount of $500.00, as determined by 19.10.2 NMAC.

4. The Permittee has no outstanding violations of the New Mexico Mining Act, NMSA 1978, Section 69-36-1 et. seq. (the Act) or the Rules.

5. The Permittee has stated their desire to maintain the provided and approved financial assurance instrument in its entirety, in the amount of $125,000.00. This instrument remains valid and presently in effect in the required amount. the form of a Certificate of Deposit (CD) No. 5801872762, issued by Vectra Bank Colorado, on July 18, 2023.

6. 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 amount of disturbance as described in the Permit.

7. The Permittee has provided, as part of the permit application package, a signed statement indicating that Permittee agrees to comply with the reclamation requirements of the Permit, Part 3 of the Rules, and the Act, and allows the Director to enter the permit area, without delay, for the purpose of conducting inspections during exploration and reclamation.

Conditions and Obligations:

1. The Permittee shall comply with all requirements, obligations and conditions and shall conduct mining and reclamation operations at the Cebolleta Uranium Exploration project only as described within the Permit and this renewal.

2. The Permittee has submitted a reclamation report for all mining and reclamation operations permitted under the Permit.

3. The Permit does not grant or create any property rights. Nor does MMD, by issuing this Permit renewal 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 to take whatever steps are necessary to ensure that the Permittee has property rights sufficient to support the activities contemplated by the Permit.

4. The Permit does not grant or create any water rights. Nor does MMD, by issuing this Permit renewal 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. 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.

5. Since the permit area is located on private land, the expiration, or termination, of the private landholder'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 the Permit.

6. The Permit is issued pursuant to NMSA 1978, Section 69-36-1 et. seq. and Title 19, Chapter 10 NMAC. 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 the Permit. MMD does not, by issuing this Permit renewal or otherwise, make any comment on Permittee's compliance with such other laws. It is Permittee's sole responsibility to investigate and comply with the requirements of such other laws.

7. This permit renewal CI018EM-R3 is valid until September 24, 2027, [19.10.3.302((J) & 19.10.4.405(C)) NMAC].

At the end of the project, the Permittee shall file a termination report based on the requirements of 19.10.4.407 NMAC. If the Permittee decides to continue exploration activities beyond the expiration date of this Permit renewal, the Permittee shall renew the Permit at least 30 days before the date of expiration in accordance with 19.10.4.405.C(2) NMAC.

For additional information regarding the New Mexico Mining Act Rules, please contact Samantha Rynas of my staff, at (505) 216-8945, or via e-mail at: samantha.rynas@emnrd.nm.gov, with any questions regarding the Permit and renewal.

By Order of the Director,

Anna Aguilera, Director
Mining and Minerals Division

cc: David "DJ" Ennis, Program Manager, MARP/MMD
Samantha Rynas, Permit Lead, Reclamation Specialist, MARP/MMD
File No. CI018EM