State of New Mexico Energy, Minerals and Natural Resources Department

Michelle Lujan Grisham Governor

Melanie A. Kenderdine Cabinet Secretary

Dylan FugeDeputy Cabinet Secretary

Albert Chang, Director Mining and Minerals Division



June 25, 2024

Bob Newcomer Toltec Mesa Resources LLC. Mike Thompson Cibola Resources LLC. 7823 Quintana Dr. NE Albuquerque, NM

RE: Technically Complete Reclamaiton Report Letter: Cebolleta Uranium Exploration Project, Cibola Resources LLC., Permit No. CI018EM

Dear Mr. Newcomer and Mr. Thompson:

Pursuant to §19.10.3.302 NMAC, the New Mexico Mining and Minerals Division ("MMD") has determined that the following documents associated with Permit No. CI018EM operated by Cibola Resources LLC., is a technically complete reclamation report for the 2023/2024 exploration activities.

- Reclamation report submitted for the Cebolleta Uranium exploration project, submitted to MMD in March 2024.
- MMD Inspection Report dated March 22, 2024 identifying additional work as well as defining acreage disturbances.
- Letter Dated May 9, 2024 from Modrall Sperling updating additional reclamation activities.
- Email dated May 29, 2024 confirming reclamation clean up and seeding activities.

As stated within the Reclamation Report, Cibola Resources has requested that the Financial Assurance (FA) for this project be held for future planned exploration activities and is not requesting release of FA at this time.

By issuing this letter MMD approves the release of the 2.5 acres of diusturbance associated with the 2023/2024 exploration activites under Permit CI018EM. Upon this acreage release, and as discussed with Cibola Resources, all future disturbance will not exceed a total of 5 acres under permit CI018EM as well as the interrelated project, North Cebolleta Uranium Project (Permit Number CI019EM). Cibola Resources must still renew and/or submit a modification for Permit Number CI018EM before the expiration date (July 25, 2024) for any additional exploration activites.

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If you have any questions, please contact me at (505) 216-8945, or email samantha.rynas@emnrd.nm.gov. Sincerely,

Samantha Rynas, Permit Lead

Mining Act Reclamation Program ("MARP")

Mining and Minerals Division

CC: DJ Ennis, Program Manager, MARP/MMD

Mine File (CI018EM & CI019EM)