



01/10/2014

Mr. Chris Eustice
Mining and Minerals Division
1220 South Saint Francis Drive
Santa Fe, New Mexico 87505

Subject: Minimal Impact Exploration Permit Termination Report for Tetra Tech Inc., Otero County, NM

To Mr. Chris Eustice:

Attached to this letter is Tetra Tech's termination report for a minimal impact exploration permit located in Otero County, New Mexico.

Tetra Tech has recently completed a drill program comprised of a total of ten Reverse Circulation (RC) drillholes for the Orogrande Project located T22S, R8E, Section 3,4 Otero County, New Mexico. It is believed that efforts taken by Tetra Tech to reclaim the drilling sites follow standard practices and meet the requirements put forth by the Mining and Minerals Division..

If you have any questions regarding this report please feel free to contact myself at our office in Golden, CO by phone at (720) 217-5700 or by e-mail at Arnand.Vanheerden@tetrattech.com.

Regards,

A handwritten signature in blue ink, appearing to read 'Arnand Van Heerden', with a stylized flourish extending to the right.

Arnand Van Heerden
Principal Geologist
Cc. Mr. Ed Seum

Orogrande Garnet Project Termination Report

Prepared for:

Mining and Minerals Division

*1220 South Saint Francis Drive
Sante Fe, NM 87505*

Prepared by:



*350 Indiana Street, Suite 500
Golden, CO 80401
(303) 217-5700
Fax (303) 217-5705*

January 10, 2014

1.0 BACKGROUND

In November 2013, Tetra Tech Inc. (Tetra Tech) initiated work on the Orogrande Garnet Project (The Project) located in T22S, R8E, Section 3 and 4, Otero County, NM to confirm and attempt to expand the sites mineral potential. Work began on November 17, 2013 and was completed on December 5, 2013 and consisted of site preparation, drilling, and reclamation activities.

All work was executed on patented claims. Mobilization of the equipment prior to initiation of drilling, during, and after drilling completion was done on previously defined roadways and disturbed areas. Each of the ten drill sites were reclaimed as close as possible to preexisting conditions at their completion.

2.0 MINIMAL IMPACT PERMIT COMPLETION

2.1 Staging Areas

The Project is located on a previously disturbed exploration site to the west of State Highway 54. Preparation and use of the site did not notably increase preexisting disturbance and efforts were taken at completion to return the site to its original conditions.

A section of previously disturbed public land at the entrance to the site was used to store equipment that did not have the clearance or four-wheel-drive capabilities to make it to the site. Efforts to have a minimal impact on the site were executed during project activity and all equipment was removed from this area at project completion and the area was returned to its original state. Figures 1 and 2 below shows an before and after image of the staging area.



Figure 1: View of staging area during drilling operations



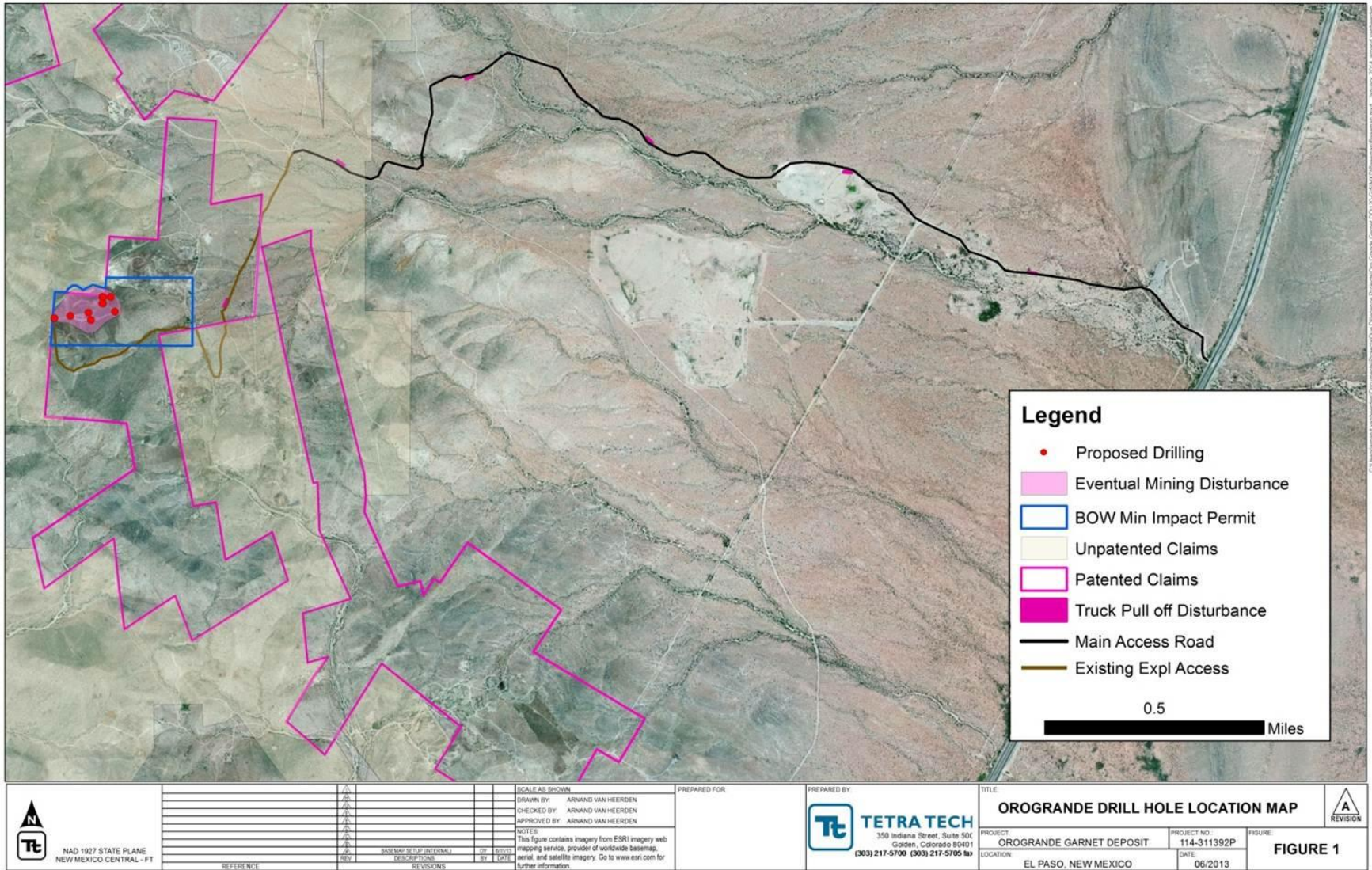
Figure 2: View of staging area after drilling was completed

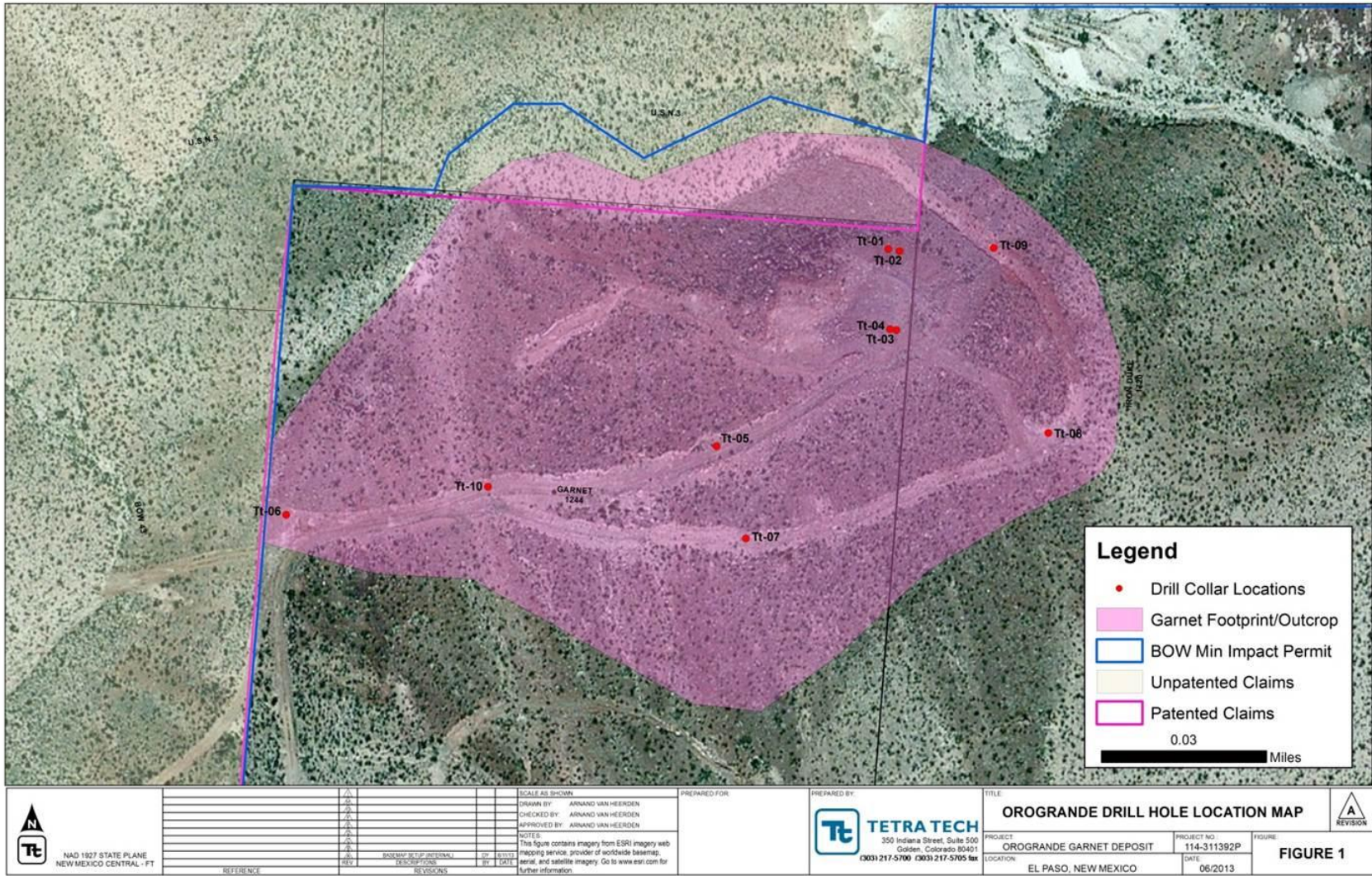
2.2 Project Drill Sites

Ten drill sites were proposed for The Project: five exploratory drillholes and five twin drillholes. All ten holes were drilled using an T450GT Crawler drill rig with 5.25 inch diameter holes. Each of the holes were backfilled from total depth to within two feet of ground surface with bentonite chips, and then capped with two feet of cement. Drillhole information is provided in the table and maps below.

Table 1: Orogrande Garnet Project Drillhole Information

| Drillhole ID | Easting (X) | Northing (Y) | Total Depth (ft) | Date Completed |
|---------------------|--------------------|---------------------|-------------------------|-----------------------|
| Tt-01 | 1681773 | 515840.8 | 225 | 11/22/2013 |
| Tt-02 | 1681789 | 515841.5 | 200 | 11/22/2013 |
| Tt-03 | 1681788 | 515796.1 | 200 | 11/23/2013 |
| Tt-04 | 1681783 | 515798.6 | 225 | 11/23/2013 |
| Tt-05 | 1681504 | 515651.7 | 190 | 11/24/2013 |
| Tt-06 | 1681234 | 515608.4 | 65 | 11/24/2013 |
| Tt-07 | 1681725 | 515603.9 | 100 | 11/25/2013 |
| Tt-08 | 1681958 | 515710.4 | 75 | 11/25/2013 |
| Tt-09 | 1681890 | 515854.0 | 145 | 11/26/2013 |
| Tt-10 | 1681366 | 515636.2 | 185 | 11/26/2013 |





Drill sampling was done following the completion of drilling efforts. At the end of this process, all manmade material, excluding the material used to plug the drillholes, was removed from The Project and the site was returned as close as possible to its original conditions and appearance. Photos of the drilling, the site post drilling and the site post sampling are shown below in Figures 3, 4, and 5 respectively.



Figure 3: View of drilling of hole Tt-05



Figure 4: View of hole Tt-05 post drilling



Figure 5: View of Tt-05 and Tt-10 post drilling and sampling