

CONSERVATION EASEMENTS (10) restricting Gravel mining:

WEST FARM

Lamar, CO

Prowers County



CO Department of Revenue: \$0 Value

Settlement: 10% of Appraised Value (90% disallowed)

- ❖ **95+/- Acres each C/E**
- ❖ **Appraisal Value: \$400K / \$1.9M each C/E**
 - based on 3rd party engineer estimated tons of gravel (500,000 – 2,000,000 tons @ \$1/ton royalty)
 - no value in Appraisal for water storage (excavated or mined gravel pit)
- ❖ **IRS accepted C/E appraisal values**

WEST FARM - Gravel Pits

Managed by: Prowers Aggregate Operators - (established after CDOR C/E disallowances)



\$ 2X production of C/E appraisal engineer estimates

- **2019 1.3 million Tons of aggregate**
- **2020 1.3 to 1.5 million Tons (projected)**
- **Potential production 20 – 40 years**

\$ SAND sold within 200 mile radius

- **140 semi-trucks / day**
- **Local markets: wind farms, highway construction, etc**

\$ GRAVEL / SAND sold to Fort Worth, TX

- **115 rail cars / week** – one of the top 5 BNSF shippers of aggregates
- **One of the larger suppliers of concrete sand in the Dallas/Fort-Worth market**

\$ 30+ Full-time Employees and growing