

LAW OFFICES OF
VAN COTT, BAGLEY, CORNWALL & MCCARTHY
A PROFESSIONAL CORPORATION
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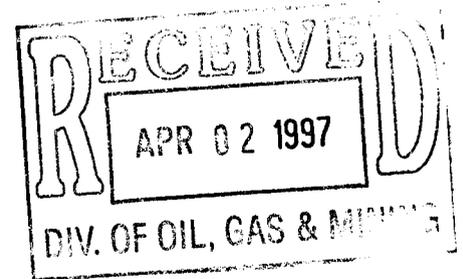
Denise A. Dragoo

Direct Dial: (801) 237-0465

ADDRESS ALL CORRESPONDENCE TO
POST OFFICE BOX 45340
84145-0340

HAND DELIVERED

April 1, 1997



Mr. Daron Haddock
UTAH DIVISION OF OIL, GAS & MINING
1594 West North Temple, Suite 1210
Salt Lake City, Utah 84114

*RE: WHITE OAK MINING & CONSTRUCTION CO., INC. - MINE PERMIT
NO. ACT/007/001*

Dear Daron:

As we have discussed, by letter dated March 31, 1997, enclosed, White Oak Mining & Construction Co., Inc. ("White Oak") is seeking approval of the Bureau of Land Management to modify federal coal lease U-017354 to add 160 acres in Township 14 South, Range 6 East, SLM, Emery County, Utah. Enclosed for your information is a mine map projecting development of the White Oak No. 2 Mine in the new area.

On behalf of White Oak, we have scheduled a meeting with you at the Division on Tuesday, April 8, 1997 at 1:30 p.m, to address the requirements for amending White Oak's Permit No. ACT/007/001 to allow mining activities in the new lease area.

Thank you for your assistance in this matter.

Very truly yours,

A handwritten signature in black ink, appearing to be "Denise A. Dragoo". The signature is fluid and cursive, with a large loop at the end.

Denise A. Dragoo

DAD:jmc:120035

Enclosure

cc: Mark Wayment
Dave Hansen