



*Lodestar Energy, Inc.
 Mountain Operations
 White Oak, Horizon, and Grand Valley Mines
 HC35 Box 370
 Helper, Utah 84526*

January 9, 2002

Mr. David Ingleby
 QUESTAR Regulated Services Co.
 1140 West 200 South
 P.O. Box 45360
 Salt Lake City, UT 84145-0360

*Fax PFO
 Incoming
 C/007/001*

RE: Lodestar Energy, Inc. - Permit C/007/001
 Public Notice of Blasting Schedule

Dear Mr. Ingleby:

This letter is a confirmation that a pre-blast survey has been completed on your company's gas pipelines within one-half mile of the blasting site. Copies of all reports have been provide to you.

This letter is to provide a copy of the blasting schedule that has been published in the Sun Advocate. This serves as notification that Lodestar Energy, Inc., Mining Permit C/007/001, proposes the following Blasting Schedule on its above referenced permit.

Attached is a copy of the Notice of Blasting Schedule.

Sincerely,

David B. Miller
 Business Manager
 Lodestar Energy, Inc.

Xc: Utah Division of Oil, Gas and Mining

RECEIVED

JAN 11 2002

DIVISION OF
 OIL, GAS AND MINING

NOTICE OF BLASTING SCHEDULE

Lodestar Energy, Inc., HC35 Box 370, Helper, UT 84526, gives notice that blasting operations will be conducted on its coal mine permit. The blasting operations will be contained on approximately 29.4 surface acres within the disturbed area of the mine complex. This acreage is owned by Lodestar Energy, Inc, and Milton Oman, LTD.

Said operation is located approximately 2 miles south west of the intersection of highways 96 and 264 in the Whisky Creek Canyon. The latitude is 39 ° 39' 55.6" and the longitude is 111 ° 11' 16.4". Detonations of explosives will occur from sunrise to sunset during January 20, 2001 to May 30, 2003. Blasting will not occur on Sunday unless weather conditions or an emergency warrant detonation. Entry to the blasting area will be regulated by signs and barriers. An authorized company representative will prohibit access to the blasting areas by unauthorized persons at least ten (10) minutes before each detonation. Before each blast is detonated, the following type(s) of audible warning will be given: Five (5) minutes prior to the blast, three (3) long sounds of an air horn or siren: immediately before the blast, three (3) short sounds of an air horn or siren. The all-clear signal after blasting will be one (1) long blast from an air horn or siren. These signals will be audible within one half mile of the blasting site. Events which could necessitate blasting at unscheduled times include, but are not limited to rain, lightning, other atmospheric conditions, or deteriorated explosives which involve personnel, operational or public safety. Any major alteration of this blasting schedule will be published. This notice is published pursuant to State of Utah R645 and the regulations relating thereto. Utah Permit Number C/007/001 and MSHA ID Number 42-02315.