

PO Box 11798
Salt Lake City, UT 84147-0798

Mary Ann Wright
Associate Director, Mining
1594 West North Temple, Suite 1210
PO Box 145801
Salt Lake City, UT 84114-5801

RECEIVED

JUN 14 2005
AM
DIV. OF OIL, GAS & MINING

*Incoming
4/007/0001
Cory F. ...
Mary Ann*

Sirs:

Please change the address of Milton A. Oman Ltd. To:

Milton A. Oman Ltd.
C/O Darin Caine, General Partner
1504 East Zenith Avenue
Salt Lake City, UT 84106-3486

Thank You,

David Oman, TTEE/ Ltd. Partner:

David Oman

Date:

6-11-05



State of Utah

Department of
Natural Resources

Division of
Oil, Gas & Mining

ROBERT L. MORGAN
Executive Director

LOWELL P. BRAXTON
Division Director

MICHAEL O. LEAVITT
Governor

OLENE S. WALKER
Lieutenant Governor

Mailed
4-6-04

March 30, 2004

Milton A. Oman Estate
P.O. Box 11798
Salt Lake City, Utah 84147-0798

Certified Mail
7099 3400 0016 8895 5750

Della L. & Hilda M. Madsen
Meadow, Utah 84644

Certified Mail
7099 3400 0016 8895 5743

Scott Kiscaden
Blue Ridge Mining Services
P.O. Box 1916
Mechanicsville, Virginia 23116

Certified Mail
7099 3400 0016 8895 5736

Re: White Oak Reclamation – Request to Sign Road Acknowledgement Form

Dear Road Surface Landowner:

Preliminary land ownership research indicates that the haul/access road to the White Oak Mine passes over lands held by three landowners, as noted above. Our mine plan allows for an approved post mining land use of “grazing and wildlife habitat.” The plan also calls for leaving the haul road in place in order to facilitate this land use, particularly grazing. I would like to be sure that you understand that the road is not part of the current, funded reclamation plan. Thus, I have enclosed an Acknowledgement of Post Mining Retention of Haul/Access Road indicating that the haul road will remain in place as part of the approved post mining land use.

Currently only one quarter of the roughly \$4M reclamation bond estimate is available for reclamation. The Utah Coal Regulatory Program (CRP) is hoping to capture some further funding from the bankruptcy court to complete the reclamation of the White Oak Mine. The purpose of this work is to eliminate environmental and public safety hazards, and restore the site to a stable post mining land use. This work should also serve to reduce your liability as a landowner.

Roughly one third of the reclamation work is now completed and work is planned to resume when the snow is off the site later this spring. Ledorc Industries, USA Inc of Reno, NV, has been contracted to 1) seal underground mine openings (completed); 2) remove dangerous equipment and structures (completed at the pit, partially completed at the loadout); 3) eliminate dangerous highwalls (partially complete); 4) restore major drainage ways (minimally complete), and 5) ecological stabilization of the site (not complete). We believe that you will be pleased to have



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt Governor	1594 West North Temple, Suite 1210 PO Box 145801 Salt Lake City, Utah 84114-5801
Robert L. Morgan Executive Director	801-538-5340 telephone 801-359-3940 fax
Lowell P. Braxton Division Director	801-538-7223 TDD/TTY www.ogm.utah.gov

October 9, 2003

Helen Marakis & George Liodakis
150 East 100 South
Price Utah 84501

Certified Mail
7099 3400 0016 8895 6818

Milton A. Oman
P.O. Box 11798
Salt Lake City, Utah 84147-0798

Certified Mail
7099 3400 0016 8895 6832

Della L. & Hilda M. Madsen
Meadow, Utah 84644

Certified Mail
7099 3400 0016 8895 6825

Re: White Oak Reclamation

Dear Surface Landowner:

This letter is to inform you that the Division of Oil, Gas and Mining (OGM) has signed an agreement with the reclamation bonding company for the White Oak Mine and Loadout, which is Frontier Insurance Company in Rehabilitation. As you may know, Lodestar discontinued mining earlier this year at the White Oak surface mine. The bankruptcy court, under Chapter 11, sold certain assets, which included some exposed coal. That coal was mined and shipped this spring by Blue Ridge Services. The bond, which was posted by Blue Ridge Mining Services mining activities, was subsequently utilized, in June 2003, to reclaim approximately half of the White Oak loadout area. The goal was to reclaim areas closest to the summer camps in Scofield.

Since April, OGM, as the regulatory authority (RA) over coal mining and reclamation in Utah, has been negotiating for reclamation of the pit and loadout area. The negotiation phase followed a formal notice to Lodestar in bankruptcy (in Chapter 7 since July 15, 2003), and Frontier in Rehabilitation, of OGM's "Intent to Forfeit" the reclamation bond. On October 3, 2003, OGM, the federal Office of Surface Mining (OSM) and Frontier signed agreements providing for the reclamation of the sites.