

0005

Original Fire proof vault
007/004

Cyprus Amax Coal Company CC: Folder #4
9100 East Mineral Circle
Post Office Box 3299
Englewood, Colorado 80155
303-643-5000
fam

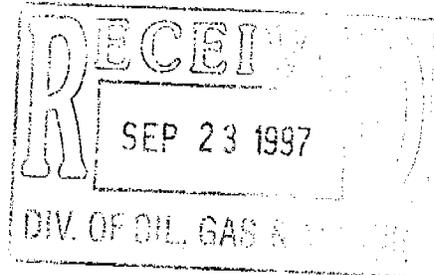


AFO

Green Binder

September 22, 1997

Mr. Daron R. Haddock
State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P. O. Box 145801
Salt Lake City, Utah 84114-5801



RE: Increase Rider for Bond No. 929 80 55

Dear Mr. Haddock:

Attached please find the original of the above referenced Rider Bond for the Castle Gate Mine in the amount of \$1,804,000.00.

Please execute this rider and return a signed copy of this letter as an acceptance of the rider.

If you need additional information, please feel free to contact me at (303) 643-5116.

Sincerely,

Mary Wong
Account Administrator

enclosure

cc: Johnny Pappes

Lawrence P Brampton
Acceptance Signature

9/23/97
Date



For All the Commitments You Make[®]

GENERAL PURPOSE RIDER

To be attached to and form part of Bond Number 929 80 55 effective January 31, 1986

issued by the National Fire Insurance Company of Hartford in the amount of
Six Million Seven Hundred Fifty Seven
Thousand Four Hundred Fifty DOLLARS, on behalf of Amax Coal Company
One and No/100-----

as Principal and in favor of State of Utah, Division of Oil, Gas and Mining, and as obligee:
the U.S. Department of the Interior

Now, Therefore, it is agreed that:

The penal sum of the bond is hereby decreased from the above to:

One Million Eight Hundred Four Thousand and No/100 Dollars (\$1,804,000.00)

It is further understood and agreed that all other terms and conditions of this bond shall remain unchanged.

This rider is to be effective the 9th day of September 19 97

Signed, sealed and dated this 9th day of September 19 97

Amax Coal Company (Principal)

By: Denise R. Danner

National Fire Insurance Company of Hartford (Surety)

By: Wendy W. Stuckey
Wendy W. Stuckey Attorney-in-Fact

Accepted By:

James P. Braxton 9/23/97

Continental Casualty Company



For All the Commitments You Make®

AN ILLINOIS CORPORATION

POWER OF ATTORNEY APPOINTING INDIVIDUAL ATTORNEY-IN-FACT

Know All Men by these Presents, That CONTINENTAL CASUALTY COMPANY, a corporation duly organized and existing under the laws of the State of Illinois, and having its principal office in the City of Chicago, and State of Illinois, does hereby make, constitute and appoint Mary C. Jones, William N. Burke, Jr., Dan W. Burton, Michelle M. Ulery, Karen D. Grammer, Wendy W. Stuckey, Individually

of Houston, Texas its true and lawful Attorney-in-fact with full power and authority hereby conferred to sign, seal and execute in its behalf bonds, undertakings and other obligatory instruments of similar nature

- In Unlimited Amounts -

and to bind CONTINENTAL CASUALTY COMPANY thereby as fully and to the same extent as if such instruments were signed by the duly authorized officers of CONTINENTAL CASUALTY COMPANY and all the acts of said Attorney, pursuant to the authority hereby given are hereby ratified and confirmed.

This Power of Attorney is made and executed pursuant to and by authority of the following By-Law duly adopted by the Board of Directors of the Company.

Article IX-Execution of Documents

Section 3. Appointment of Attorney-in-fact. The Chairman of the Board of Directors, the President or any Executive, Senior or Group Vice President may, from time to time, appoint by written certificates attorneys-in-fact to act in behalf of the Company in the execution of policies of insurance, bonds, undertakings and other obligatory instruments of like nature.

This Power of Attorney is signed and sealed by facsimile under and by the authority of the following Resolution adopted by the Board of Directors of the Company at a meeting duly called and held on the 17th day of February, 1993.

Resolved, that the signature of the President or any Executive, Senior or Group Vice President and the seal of the Company may be affixed by facsimile on any power of attorney granted pursuant to Section 3 of Article IX of the By-Laws, and the signature of the Secretary or an Assistant Secretary and the seal of the Company may be affixed by facsimile to any certificate of any such power, and any such power or certificate bearing such facsimile signature and seal shall be valid and binding on the Company.

In Witness Whereof, CONTINENTAL CASUALTY COMPANY has caused these presents to be signed by its Group Vice President and its corporate seal to be hereto affixed on this 8th day of August, 1994.

State of Illinois } ss
County of Cook }



CONTINENTAL CASUALTY COMPANY

M. C. Vonnahme Group Vice President.

On this 8th day of August, 1994, before me personally came M. C. Vonnahme, to me known, who, being by me duly sworn, did depose and say: that he resides in the Village of Downers Grove, State of Illinois; that he is a Group Vice President of CONTINENTAL CASUALTY COMPANY, the corporation described in and which executed the above instrument; that he knows the seal of said Corporation; that the seal affixed to the said instrument is such corporate seal; that it was so affixed pursuant to the said instrument is such corporate seal; that it was so affixed pursuant to authority given by the Board of Directors of said corporation and that he signed his name thereto pursuant to like authority, and acknowledges same to be the act and deed of said corporation.



Linda C. Dempsey Notary Public. My Commission Expires October 19, 1994

CERTIFICATE

I, George R. Hobaugh, Assistant Secretary of CONTINENTAL CASUALTY COMPANY, do hereby certify that the Power of Attorney herein above set forth is still in force, and further certify that Section 3 of Article IX of the By-Laws of the Company and the Resolution of the Board of Directors, set forth in said Power of Attorney are still in force. In testimony whereof I have hereunto subscribed my name and affixed the seal of the said Company this 9th day of September, 1997.



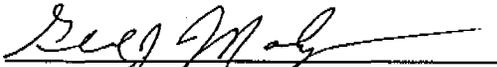
George R. Hobaugh Assistant Secretary.

DELEGATION OF AUTHORITY

January 2, 1997

I, Gerald J. Malys, Senior Vice President and Chief Financial Officer of Cyprus Amax Minerals Company ("Cyprus"), hereby delegate my authority to Denise R. Danner, Director of Financial Reporting, to execute on behalf of Cyprus, and any of its subsidiaries, surety bonds, routine insurance applications, and any and all documents relating to workers' compensation matters, including but not limited to, self-insurance permits, state fund accounts, assigned risk accounts, Federal USL&H permits, and Federal black lung permits.

This delegation of authority will expire on December 31, 1997.



Gerald J. Malys
Senior Vice President and
Chief Financial Officer