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**CYPRUS PLATEAU MINING CORPORATION  
WILLOW CREEK MINE  
PO DRAWER 7007, PRICE, UTAH 84501  
847 NORTHWEST HIGHWAY 191, HELPER, UTAH 84526**

**FAX: (435) 472-4782 (Accounting & Technical Services)**

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TO: Pam Grubangh-Littig DATE: 8/24/98  
 DEPT: \_\_\_\_\_ PAGES: 8  
 FAX #: 1-801-359-3940 (Including this cover sheet)  
 FROM: J. Pappas  
 SUBJECT: Castle Gate Exhibit A & D

**COMMENTS:**

*Please review and comment*

*ACT/007/004 Thanks*

*#2*

*Copy From*



**CYPRUS PLATEAU  
MINING CORPORATION**  
A Cyprus Amax Company

Willow Creek Mine  
847 Northwest Highway 191  
Helper, Utah 84526  
(435) 472-0475  
Fax: (435) 472-4780

August 24, 1998

**VIA FAX**

Utah Coal Regulatory Program  
1594 West North Temple, Suite 1210  
Box 145801  
Salt Lake City, Utah 84114-5801

Attention: Pamela Grubaugh-Littig

RE: Bond Coverage at Castle Gate and Willow Creek Mines, ACT/007/004 and  
ACT/007/038, Folder #4, Carbon County, Utah

Dear Ms. Grubaugh-Littig:

Attached is a copy of the revised Exhibit A (Permit Area and Legal Description) and Exhibit D (Stipulation to Revise Reclamation Agreement) for the Castle Gate Mine Reclamation Agreement for your review, prior to me sending for signature.

As I started to revise Exhibits A and D for the Willow Creek Mine Reclamation Agreement, I noticed that all areas removed from the Castle Gate Mine Permit were already described, accounted for, and bonded for in the Willow Creek Mine Reclamation Agreement. If there is something that I missed, or any other reason to revise the Exhibits, please advise.

Once you have approved my revisions, I will forward them for signature and again, please let me know if I have missed something regarding the Willow Creek Mine.

Sincerely,

A handwritten signature in black ink, appearing to read 'J. Pappas'.

Johnny Pappas  
Sr. Environmental Engineer

Attachments

File: C.G.2.5.2.12.3  
W.C.2.5.2.1.6  
Chrono: JP980808.LTR

**EXHIBIT "A"**  
**PERMIT AREA**  
**LEGAL DESCRIPTION**

Permit Number ACT/007/004

**EXHIBIT "A"**  
**PERMIT AREA**

In accordance with the RECLAMATION AGREEMENT, the PERMITTEE intends to conduct coal mining and reclamation activities on or within the PERMIT AREA as described hereunder:

Total acres within approved PERMIT AREA: 7,285

Total acres of DISTURBED AREAS with the Permit Area: 63

**Map(s) showing the approved PERMIT AREA are provided as:**

- 1) Castle Gate Mine Permit Area, Exhibit 1-1, Volume 1, Chapter 1
- 2) Surface Ownership, Exhibit 4-1, Volume IV, Chapter 4

**Map(s) showing the DISTURBED AREAS within the approved Permit Area are provided as:**

- 1) Sowbelly Canyon- Surface Facilities and Pre-SMCRA Areas, Exhibit 3.2-1, Volume II, Section 3.2
- 2) Hardscrabble Canyon Areas Pre-SMCRA Disturbance and Surface Facilities, Exhibit 3.3-1, Volume 3, Section 3.3
- 3) Adit No. 1 Surface Facilities and Pre-SMCRA Areas, Exhibit 3.5-1, Volume IV, Section 3.5

**Legal Description of Bonded Area (Permit Area):**

See Attachment "A" for Legal Description of Bonded Area

**NOTE:** In the event that more than one Bond is provided for the Permit Area, the Permittee must provide a map and legal description for each sub area of the Permit Area for which each Bond is provided.

Permit Number ACT/007/004**ATTACHMENT "A"****PERMIT AREA**

Legal Description of Permit Area covered by the Bond:

**Township 12 South, Range 9 East, SLB & M**

- Section 22: Portions of SE1/4 SW1/4 and S1/2 SE1/4
- Section 26: Portions of W1/2
- Section 27: Except portions of NW1/4 and NW1/4 NW1/4 SW1/4
- Section 28: Except portions of SE1/4 SE1/4 NE1/4, SE1/4, and SW1/4
- Section 29: All except N1/2 NW1/4, NW1/4 NE1/4 and portions of S1/2 NE1/4, and N1/2 SE1/4
- Section 30: All except N1/2 N1/2
- Section 31: All
- Section 32: All
- Section 33: All
- Section 34: All
- Section 35: Portions of N1/2, W1/2 SW1/4, and SE1/4

**Township 13 South, Range 9 East, SLB & M**

- Section 1: Portions of NW1/4 NW1/4
- Section 2: Portions of NE1/4 and NW1/4
- Section 3: NW1/4 and portions of NE1/4, SE1/4 and SW1/4
- Section 4: N1/2 and portions of SE1/4 and SW1/4
- Section 5: NE1/4 and portions of NW1/4, SE1/4 and SW1/4
- Section 6: N1/2 and portions of SW1/4 and SE1/4
- Section 8: Portions of the NE1/4
- Section 9: Portions of NE1/4, NW1/4 and SW1/4
- Section 10: Portions of NE1/4 and NW1/4

**NOTE:**

In the event that more than one Bond is provided for the Permit Area, the Permittee must provide a map and legal description for each sub area of the Permit Area for which each Bond is provided.

**EXHIBIT "D"**  
**STIPULATION TO REVISE**  
**RECLAMATION AGREEMENT**

Permit Number: ACT/007/004

Effective Date: \_\_\_\_\_

**COAL**  
**STIPULATION TO REVISE RECLAMATION AGREEMENT**

-ooOoo-

This STIPULATION TO REVISE RECLAMATION AGREEMENT entered into by and between the PERMITTEE and DIVISION incorporates the following revisions or changes to the RECLAMATION AGREEMENT: (Identify and Describe Revisions Below)

Replacement of Exhibit A. Double-bonded areas were removed from the Castle Gate Mine Permit and incorporated into the Willow Creek Mine Permit, thereby reducing permit and bonded acreage and bond amount.

In accordance with this STIPULATION TO REVISE RECLAMATION AGREEMENT, the following Exhibits have been replaced by the PERMITTEE and are approved by the DIVISION:

Replace the RECLAMATION AGREEMENT in its entirety.

Replace Exhibit "A" - PERMIT AREA.

Replace Exhibit "B" - BONDING AGREEMENT.

Replace Exhibit "C" - LIABILITY INSURANCE.

The BONDING amount is revised from (\$ 9,316,451.00) to (\$ 1,804,000.00).

The BONDING Type is changed from \_\_\_\_\_ to \_\_\_\_\_.

The SURFACE DISTURBANCE is revised from 165.6 acres to 63 acres.

The EXPIRATION DATE is revised from \_\_\_\_\_ to \_\_\_\_\_.

The LIABILITY INSURANCE carrier is changed from \_\_\_\_\_

to \_\_\_\_\_.

The AMOUNT of INSURANCE coverage for bodily injury and property damage

is changed from (\$ \_\_\_\_\_) to (\$ \_\_\_\_\_).

Exhibit "D"  
Stipulation to Revise  
Page 2

IN WITNESS WHEREOF the PERMITTEE has hereunto set its signature and seal  
this \_\_\_\_ day of \_\_\_\_\_, 19\_\_\_\_.

\_\_\_\_\_  
PERMITTEE

By: \_\_\_\_\_

Title: \_\_\_\_\_

ACCEPTED BY THE STATE OF UTAH  
this \_\_\_\_ day of \_\_\_\_\_, 19\_\_\_\_.

\_\_\_\_\_  
Director, Division of Oil, Gas and Mining

**NOTE:**

An Affidavit of Qualification must be completed and attached to this form for each authorized agent or officer. Where one signs by virtue of Power of Attorney for a company, such Power of Attorney must be filed with this Agreement. If the PERMITTEE is a corporation, the Agreement shall be executed by its duly authorized officer.