

LAW OFFICES OF
KIMBALL, PARR, WADDOUPS, BROWN & GEE
A PROFESSIONAL CORPORATION
SUITE 1300
185 SOUTH STATE STREET
POST OFFICE BOX 11019
SALT LAKE CITY, UTAH 84147-0019
TELEPHONE (801) 532-7840
TELECOPIER (801) 532-7750

JOHN M. BURKE

VIA HAND DELIVERY

December 16, 1996

Daron Haddock, Permit Supervisor
Division of Oil, Gas, and Mining
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801

Re: Supplemental Submittal No. 2 -- Canyon Fuel Company, LLC
Application for Transfer of Mining Permit No. ACT/007/005
(Skyline Mine)

Dear Daron:

Please find attached hereto the above-referenced supplemental submittal. This submittal corrects the spelling of some of the Japanese names in the section addressing control persons, provides social security numbers missing from the original application, modifies the right of entry information consistent with your suggestions, corrects the effective dates identified for certain of the control persons, provides the evidence of publication pursuant to Utah Admin. R645-303-322, and makes other minor corrections and additions to the transfer application.

To update the transfer application please make the following changes: (1) delete existing pages 1-7 through 1-19 and replace them with new pages 1-7 through 1-19; (2) delete existing page 1-21 and 1-21a and replace them with new pages 1-21 and 1-21a; (3) delete existing pages 1-24 and 1-25 and replace them with new pages 1-24 and 1-25; (4) delete existing page 1-33 and replace it with new page 1-33; (5) delete existing page 1-35 and replace it with new page 1-35; (6) delete existing page 1-37 and replace it with new page 1-37; and (7) add the Affidavits of Publication to Appendix 1.1.

With the exception of the Reclamation Agreement, this is the final supplemental submittal we anticipate before closing of

Daron Haddock, Permit Supervisor
December 16, 1996
Page 2

the transaction in which the Coastal States Energy Company entities are merged into Canyon Fuel Company, LLC. Nevertheless, if you discover additional information requirements for this transfer application, please do not hesitate to contact Clay Parr or me. Thank you for the very able assistance you have rendered to us in finalizing this application package.

Very truly yours,



John M. Burke

Enclosure

cc: David Arnolds
R. Kirk Mueller (w/enc)
Clayton J. Parr (w/enc)

JMB/wm