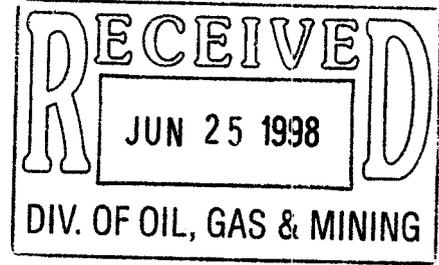


0029



Canyon Fuel Company, LLC
Skyline Mines
P.O. Box 719
Helper, Utah 84526
435/448-6463 Fax: 435/448-2632



June 25, 1998

Coal Regulatory Program
Attn: Mr. Daron Haddock
Permit Supervisor
Utah Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Salt Lake City, UT 84114-5801

RE: First Quarter 1998 Waste Rock Pile Report for the Skyline Mines

*Copy Cover Letter to Steve
ACT/007/005 #6*

Dear Mr. Haddock:

As required by the Skyline Mines Mining and Reclamation Plan, a copy of the certified inspection report for the Waste Rock Pile is being submitted. A total of approximately 19,300 tons of waste rock was placed at the site during the first quarter of 1998. Copies of the results of the analyses of selected waste rock samples are attached. No exceedances of the Table 6 parameter limits occurred. If you have questions regarding this report, please contact me at (435) 448-2669.

Sincerely,

A handwritten signature in cursive script that reads 'Chris D. Hansen'.

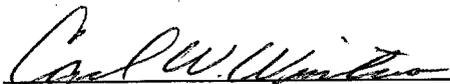
Chris D. Hansen
Environmental Coordinator
Canyon Fuel Company, LLC

attachments

24 June 1998

I, Carl Winters, certify that I inspected the Scofield Waste Rock Disposal site on 24 June 1998. The sedimentation ponds were dry. Drainage ditches have been constructed to route runoff from the pile to the sediment ponds at the upper end and base of the waste rock pile. The location of the topsoil stockpile has been change from the south side of the waste rock pile to the north side. Straw bales have been placed around the topsoil for sediment control. Waste rock was being added to the pile and was being compacted.

Surface cracks were noticed in the pile at the northeast corner near the road cut. However, no surface failures related to these cracks have occurred.



Carl W. Winters
Registered Professional Engineer
Utah Registration No. 22-157958-2202

