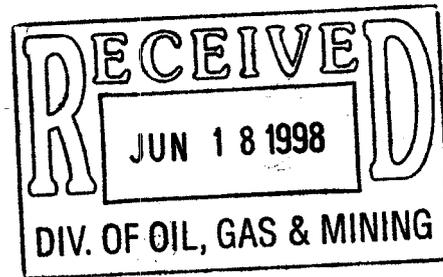




**Canyon Fuel Company, LLC**  
 Skyline Mines  
 P.O. Box 719  
 Helper, Utah 84526  
 435/448-6463 Fax: 435/448-2632

June 13, 1998

Mr. Joseph C. Helfrich  
 Permit Supervisor  
 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: Gooseberry, West Ridge, Exploration, Canyon Fuel Company, LLC,  
 Skyline Mine, ACT/007/005-97M, File #2, Carbon Co., Utah: Water Monitor  
 Well Installation

Dear Mr. Helfrich:

After discussion with DOGM staff personnel and site visits with USFS and BLM personnel, a number of potential ground water monitor well locations have been selected for installation during the proposed Gooseberry, West Ridge exploration drilling program. As we discussed during our meeting of several months ago, as well as included in our recently submitted "revised" Minor Coal Exploration application, we are planning to install at least three water monitor wells to allow "triangulation" of the hydrometric surface. The probable sites for installation include the following boreholes:

- 98-28-1 (Category 3, Federal Surface/Federal Coal)
- 98-33-2 (Category 3, Federal Surface/Federal Coal)
- 98-4-1 (Category 3, Federal Surface/Federal Coal)
- 98-2-1 (Category 1, Private Surface/Fee Coal)

The attached map and drawing show the site locations as well as typical well construction.

As required by regulation, these monitor wells, if installed, will be plugged and the sites fully reclaimed after monitoring is discontinued. A separate letter regarding the 3 Federal sites has been forwarded to the State Office of the BLM and the U.S. Forest Service.

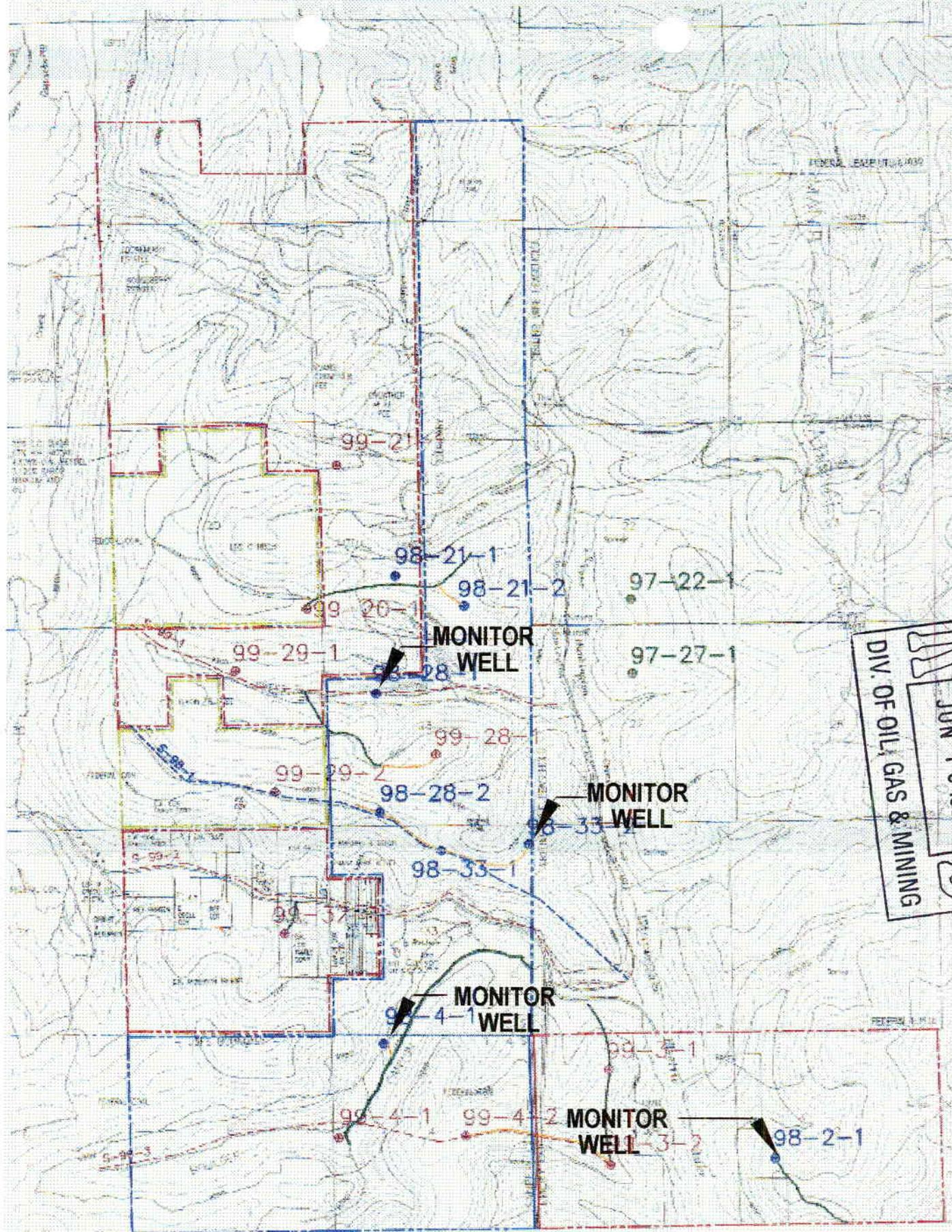
If you require further information please give me call at 435-448-2633. The attached well design is one that has worked very well for us in recent years. I appreciate your work on this application.

Sincerely,

Mark Bunnell  
 Mine Geologist

Attach.

*ACT/007/005 #2  
 Explorative file  
 Copy Joe and Aaron  
 and Jim S.*



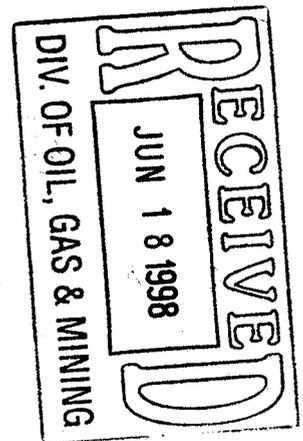
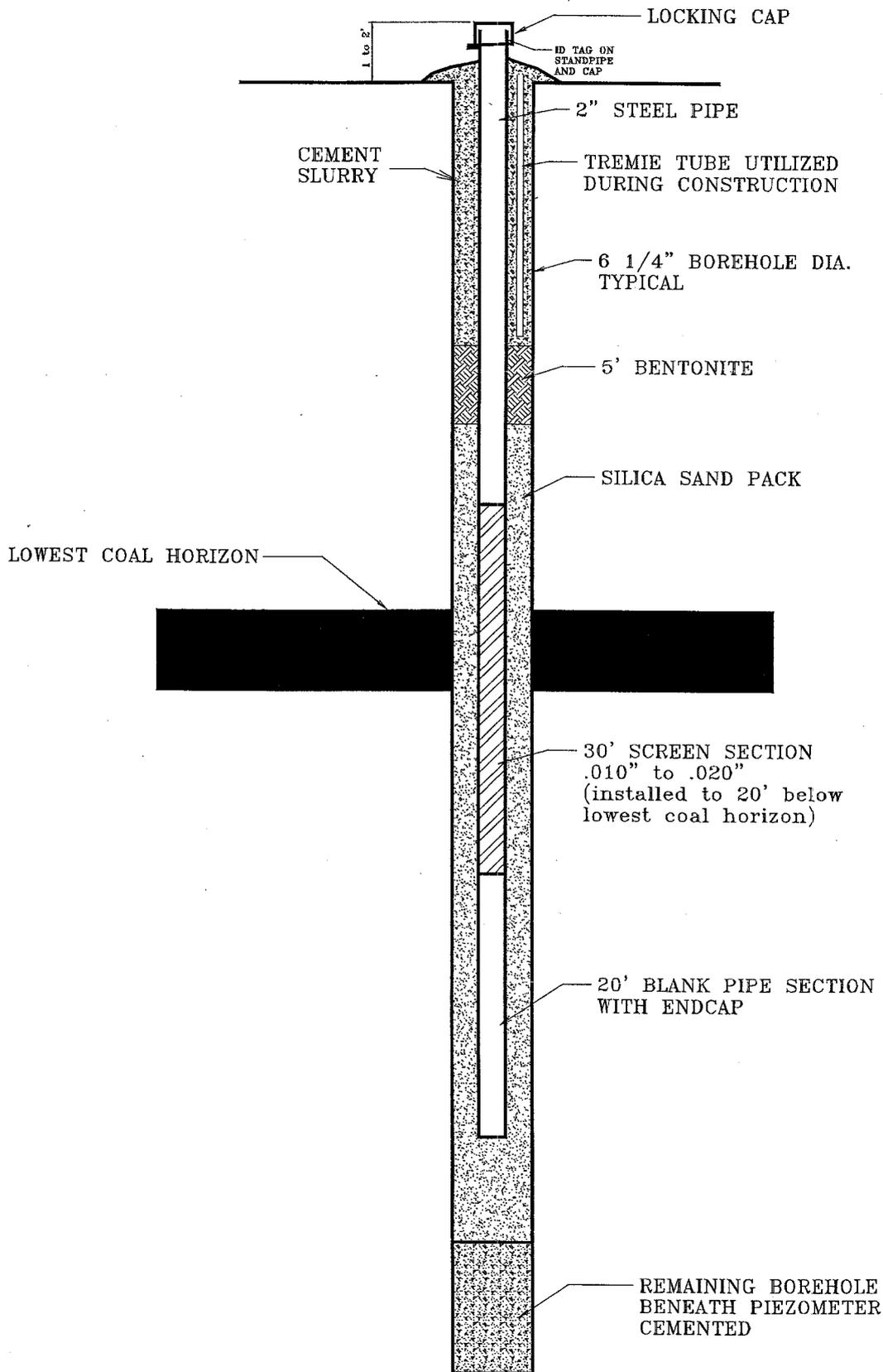
**RECEIVED**  
 JUN 18 1998  
 DIV. OF OIL, GAS & MINING

PROPOSED WATER MONITOR WELL LOCATIONS

M. Bunnell 6/98



# TYPICAL WATER MONITOR WELL DESIGN



NOT TO SCALE

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