



Canyon Fuel Company, LLC. Skyline Mine

A Subsidiary of Arch Western Bituminous Group, LLC.

Gregg Galecki, Environ. Coordinator
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December 15, 2006

Coal Regulatory Program
Attn.: D. Wayne Hedberg
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801

Gregg
C/007/0005
C/007/0022
Cory Wayne GM
J-PAM
J-PFO

RE: Notification to conduct a Coal Wash test at the Savage Industries, Inc., Savage Coal Terminal, Canyon Fuel Company, LLC, Skyline Mines C/007/005.

Dear Mr. Hedberg:

Based on our recent correspondence, both via telephone and email, Canyon Fuel Company, LLC Skyline Mines is providing notification of the intent to conduct a Coal Wash test. Skyline Mines intends to truck approximately 5,000 tons of high-ash coal to the Savage Coal Terminal for washing, with the washed coal being sold. The residual waste rock will be transported and disposed at the Canyon Fuel Company, LLC, Dugout Canyon Mine waste rock disposal site. As we have mutually determined, the Dugout Canyon Mine approved M&RP is written to allow the transfer and acceptance of the said waste rock. The test is anticipated to be conducted in January 2007.

If the test results are favorable, Skyline Mines may begin shipping larger volumes of coal through the above mentioned process later in 2007.

We, at Skyline Mines, appreciate your acceptance of this activity. If you have any questions, please give me a call at (435) 448-2636.

Sincerely:

Gregg A. Galecki

Gregg A. Galecki
Environmental Engineer – Skyline Mines
Canyon Fuel Company, LLC.

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