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State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

Outgoing
C0070005
#3727
OK

February 9, 2011

Wess Sorensen, Mine Manager
Canyon Fuel Company, LLC
HC 35 Box 380
Helper, Utah 84526

Subject: Approval North Graben IBC, Canyon Fuel Company, Skyline Mine, C/007/0005, Task #3727

Dear Mr. Sorenson:

The Division has reviewed the change in longwall mining layout that will result in the 320 acre IBC, located north of the Winter Quarter Canyon Graben. The right of entry, fish protection and enhancement plan, and the probable hydrologic consequences are acceptable as received on January 11, 2011, and the legal description is acceptable as received on February 9, 2011. The application is hereby approved. A version that has been stamped, "Incorporated," is being returned for your records.

As per AAI's recommendation, to the extent feasible, panel layout should minimize impacts to the stream by centering panel 11L beneath the stream in Woods Canyon.

Please note that pre-mining notification letters must be sent as required by R645-301-525.700. If you have any questions, please call me at (801) 538-5262 or Priscilla Burton at (435) 613-3733.

Sincerely,

James D. Smith
Permit Supervisor

JDS/PWB/sqs
Enclosure

cc: Kenneth Walker, OSM
Jeff McKenzie, BLM
Larry Crist, USFWS w/o
Pam Brown, USFS
Marc Stilson, Water Rights w/o
Dave Ariotti, DEQ w/o
Chris Wood, DWR w/o
Price Field Office

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