

C/007 605 Incoming 9/26 ✓

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United States Department of the Interior



BUREAU OF LAND MANAGEMENT
Utah State Office
440 West 200 South, Suite 500
Salt Lake City, UT 84101
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JUN 07 2013

DIV. OF OIL, GAS & MINING

IN REPLY REFER TO:
3487 / (UT-9223)
UTU-73338
UTU-67939

JUN 04 2013

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DECISION

Canyon Fuel Company LLC : LMU:
c/o Ark Land Company : UTU-73338
City Place One, Suite 300 : Coal Lease:
St. Louis, Missouri 63141 : UTU-67939

Skyline Logical Mining Unit Modification 2 Approved

The Skyline Logical Mining Unit (LMU) was approved effective August 1, 1988. The Skyline LMU met diligence in March 1987. The first continued operation year (COY) began April 1, 1987. The LMU has been and remains in a producing status.

On April 2, 2012, Federal coal lease UTU-67939 was modified by the Bureau of Land Management (BLM). As a result of this action, on April 12, 2012 the BLM directed that the modified lands be included in the Skyline LMU. This will be Modification 2 to the LMU. The intent of this decision is to formally approve this modification. Modification 2, adds lands consisting of 770.52 acres, contained in the modification of Federal coal lease UTU-67939. The Public Notice of Availability was published in the Sun Advocate on March 12 and 19, 2013.

The BLM has determined that this proposed modification is in conformance with the approval criteria as per 43 CFR 3487. Therefore, this modification to the Skyline LMU is approved effective April 12, 2012. The Skyline LMU, as modified, now contains 9,520.16 acres and 85,954,726 tons of recoverable reserves as outlined in the following table:

Action	Date	LMU Acreage	Recoverable reserve Base (tons)
Letter Adjusting the LMU Recoverable reserve Base	02/07/2010	8749.64	82,413,726 ¹
R2P2 change for LMU Modification 2	10/01/2012	9520.16	85,744,726 ²
R2P2 change lease UTU-67939	03/25/2013	9520.16	85,954,726 ³

¹ Letter dated February 7, 2010, revising the Skyline LMU with numerous changes.

² Letter dated November 1, 2012, approving the R2P2 for coal lease UTU-67939 modification of 770.52 acres and adding.

³ Letter dated March 25, 2013, approving a change in the R2P2 and adding 210,000 tons of recoverable reserves and no change in acreage.