

SRS, Inc.**Sunnyside Reclamation & Salvage, Inc.**

P.O. Box 99 — Sunnyside, Utah 84539

March 7, 1990

RECEIVED
MAR 09 1990

Ms. Pamela Grubaugh-Littig
Permit Supervisor
Division of Oil, Gas & Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

DIVISION OF
OIL, GAS & MINING

Dear Pamela:

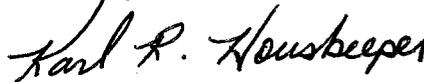
Re: Revised Text In Section 2.2, Identification Of Interest For
Incidental Boundary Change - State Lease ML-43715

Enclosed are five copies of Section 2.2, Identification of Interest.

The appropriate corrections in address have been made per our phone conversations.

Your review and help is greatly appreciated. If I can be of further help, please let me know.

Sincerely,



Karl R. Houskeeper
Environmental Coordinator

KRH: th

Enclosure

cc: Bill Balaz

March 1, 1990

RECEIVED**MAR 1 1990****DIVISION OF OIL,
GAS & MINING
PRICE, UTAH**

Ms. Pamela Grubaugh-Littig
Permit Supervisor
Division of Oil, Gas & Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

Dear Pamela:

Re: Incidental Boundary Change
State Lease ML-43715

Enclosed is the information you requested in your letter and technical memorandum dated February 6, 1990, for the Incidental Boundary Change, Geneva State Lease ML-43715. This Incidental Boundary Change adds 0.95 acres, bringing the cumulative figure to 7.78 acres.

Following is a list of the recommendations listed in the Technical Memorandum dated February 6, 1990, and responses:

Recommendations

1. The applicant must identify the document for right-of-entry by type and date of execution as well as the specific lands to which the document pertains and explain the legal rights claimed (UMC 782.15).

Enclosed are five copies of the Agreement for Partial Sublease of State of Utah Coal Lease ML-43715 with Geneva.

2. The surface and/or coal ownership maps must be updated to reflect this change (UMC 783.24 (a)).

Enclosed are five copies of the updated Surface Ownership Map, Plate III-1 and Subsurface Ownership Map, Plate II-2.

3. The five-year mining plan by year must be updated to show this addition (UMC 784.23 (a)).

Enclosed are five copies of the 25-Year Mine Plan, Plate III-3a, which has been updated to show the 5-year plan.

4. The list of identification of interests Section 2.2 in the text must be updated (UMC 782.13 (a) (2)).

Enclosed are five updated copies of Section 2.2, Identification of Interest, of the permit.

Ms. Pamela Grubaugh-Littig
Page 2
March 1, 1990

5. The permit area map must be updated (UMC 771.23 (b) and (e) (1)).

Enclosed are five copies of the updated Surface Facilities, Hydrology, and Pre-Law Disturbance Vegetation Map, Plate III-1, 2 of 3, which shows the permit area.

6. The applicant must document if this change is part of the current R2P2 and if this change has been approved by the BLM.

The lease is a State Lease; therefore, notification and/or approval from the BLM is not required.

Your review and timely response is greatly appreciated.

Sincerely,

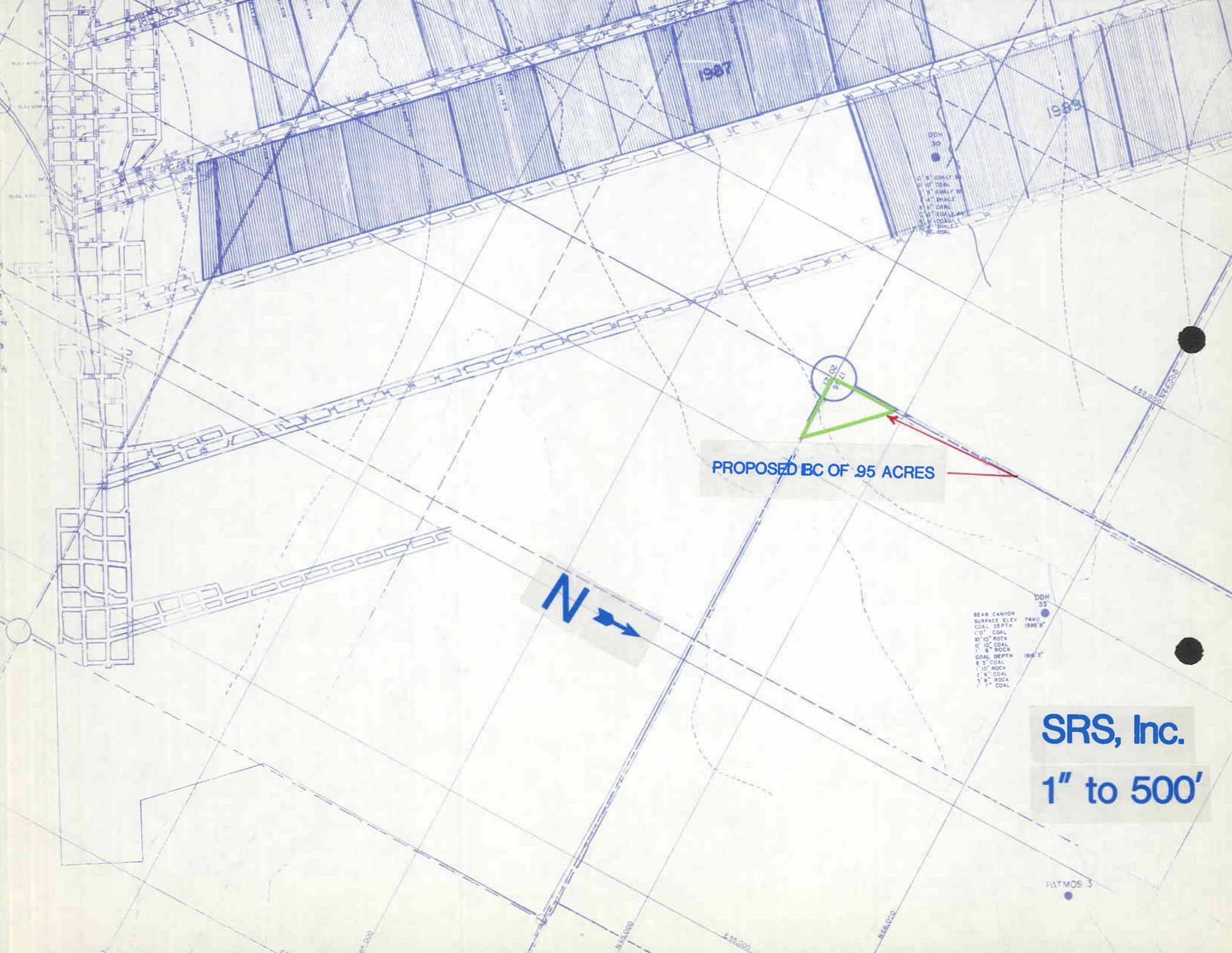


Karl R. Houskeeper
Environmental Coordinator

KRH:th

Enclosures

cc: Bill Balaz



PROPOSED BC OF 95 ACRES



DDH 30
0' 1" SHALE
0' 10" COAL
1' 1" SHALE
1' 1" COAL
1' 1" COAL
1' 1" COAL
1' 1" SHALE
1' 1" COAL

DDH 33
BEAR CANYON
SURFACE ELEV 7440
COAL DEPTH 1995'
1' 10" ROCK
0' 10" COAL
1' 8" ROCK
GOAL DEPTH 1665'
6' 5" COAL
1' 10" ROCK
2' 8" COAL
3' 8" ROCK
1' 7" COAL

SRS, Inc.
1" to 500'

PATMOS 3

SRS, Inc.

Sunnyside Reclamation & Salvage, Inc.

P.O. Box 99 — Sunnyside, Utah 84539

ACT/007/007 #2

February 1, 1990

RECEIVED
FEB 05 1990
DIVISION OF
OIL, GAS & MINING

Ms. Pamela Grubaugh-Littig
Permit Supervisor
Division of Oil, Gas & Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

Dear Pamela:

Re: Incidental Boundary Change
Geneva's State Lease ML-43715
For 22nd Left, #1 Mine

Sunnyside Reclamation & Salvage, Inc. (SRS) is submitting a request for an Incidental Boundary Change (IBC) to allow development of 22nd Left, #1 Mine Longwall Panel. The surface and mineral rights of the proposed area are in State Lease ML-43715 now controlled by Geneva. Enclosed is a letter from Geneva to allow SRS access. The proposed area is illustrated on the enclosed drawings.

The request of the IBC is being made to allow continued development of the 22nd Left, #1 Longwall Panel and to provide employment in the area.

The land involved in the IBC change is .95 acre of 640 acres in the Geneva State Lease. By definition, an Incidental Boundary Change can be no greater than 10 acres (cumulative) over the five-year permit term. To present date, 6.83 acres have been added to the original permit area. SRS is requesting that an additional .95 acre be added, bringing the total acreage added by an IBC to 7.78. The boundary description for the Incidental Boundary Change is described below:

A parcel of mineral land lying within the SW1/4 SW1/4 of Section 16, T14S, R14E, Salt Lake Base Meridian described as;

Beginning at the Southwest Section Corner of said Section 16; running thence N0°03'W 284.84 Ft; thence S45°00'02"E 410.40 Ft; thence N88°56'35"W 290 Ft. to the point of beginning, containing 0.95 acres more or less.

The only potential surface impact on the IBC area would be subsidence effects on drainages or cultural resources. To date, there have been no noticeable subsidence effects on drainages or cultural resources within the permit area; and future mining should not impact the IBC area.

Ms. Pamela Grubaugh-Littig
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February 1, 1990

The operations are restricted to the same hydrologic basins that are authorized in the existing permit.

Your prompt review and response will be greatly appreciated.

Sincerely,

A handwritten signature in cursive script that reads "Karl R. Houskeeper". The signature is written in dark ink and is positioned above the typed name.

Karl R. Houskeeper
Environmental Coordinator

KRH:th

Enclosures

cc: Bill Balaz
Jim Cooper
Alden Whitehead

GENEVA STEEL

LYNN C. HART
ASSISTANT GENERAL COUNSEL

January 8, 1990

Kenneth R. Oldham, Esq.
Knutson, Brightwell & Reeves, P.C.
1200 Hudson Bay Centre
1600 Stout Street
Denver, CO 80202-3133

Dear Ken:

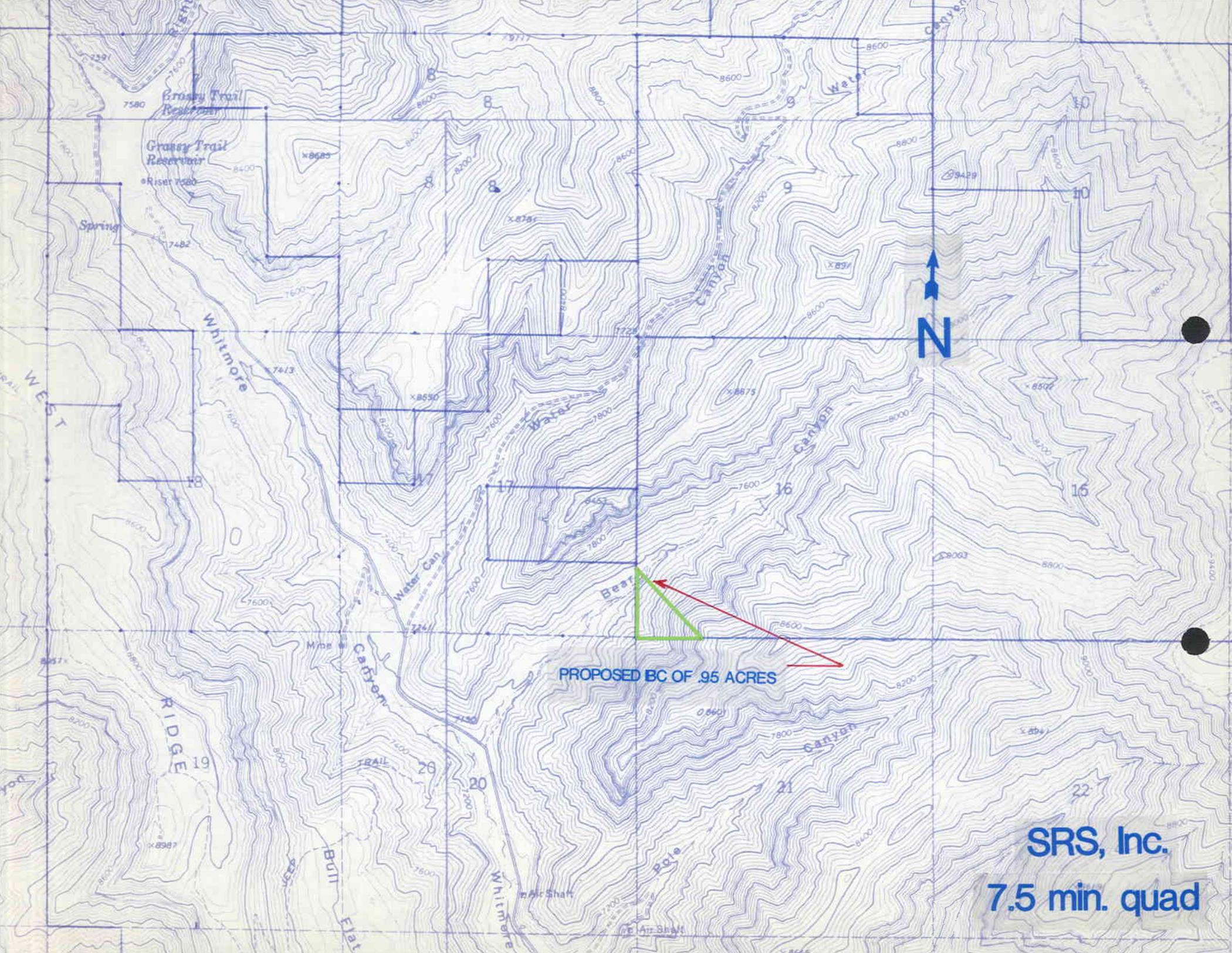
This letter will confirm that Geneva Steel intends to enter into agreements with Sunnyside Reclamation & Salvage ("SRS") which would allow SRS to mine coal from Geneva Steel's State of Utah Coal Lease ML-43715, and that SRS has the permission of Geneva Steel to conduct mine development operations on the land covered by the lease.

Very truly yours,



Lynn C. Hart

LCH:cn



PROPOSED BC OF .95 ACRES

SRS, Inc.
7.5 min. quad