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ATTN: VJB

IN DATE

DUNS: 36-074-7489
SUNNYSIDE COAL COMPANY INC
(SUBSIDIARY OF SUNNYSIDE
MINES, INC, BOULDER, CO)

1113 SPRUCE ST
AND BRANCH(ES) OR DIVISION(S)
BOULDER CO 80302
TEL: 303 938-1506

DATE PRINTED
FEB 23 1994

OWNS & OPERATES A
COAL MINE
SIC NO.
12 41

SUMMARY
RATING --
STARTED 1988
EMPLOYS 165(5 HERE)
HISTORY CLEAR
FINANCING SECURED

CHIEF EXECUTIVE: DAVID B CORMAN, PRES

* * * CUSTOMER SERVICE * * *

If you need any additional information, would like a credit recommendation, or have any questions, please call our Customer Service Center at (800) 234-3867 from anywhere within the U.S.

* * * SUMMARY ANALYSIS * * *

The Summary Analysis section reflects information in D&B's file as of February 21, 1994.

RATING SUMMARY . . . .

The absence of a Rating (--) indicates that the information available to D&B does not permit us to assign a Rating to this business. In this case, no Rating was assigned because D&B lacks a current financial statement for this company.

Below is an overview of the company's D&B Rating(s) since 01/01/91:

RATING	DATE APPLIED
--	01/01/91

* * * PAYMENT SUMMARY * * *

The Payment Summary section reflects payment information in D&B's file as of the date of this report.

The PAYDEX for this company is 54.

This PAYDEX score indicates that payments to suppliers average 27 days beyond

Post-it™ brand fax transmittal memo 7671	# of pages ▸ 16
To PAM LITTIG	From VICKI BRYAN
Co. DOGM	Co.
Dept.	Phone # 303 844 2787
Fax # 801 359 3940	Fax #

terms, weighted by dollar amounts. When dollar amounts are not considered, approximately 39% of the company's payments are within terms.

Below is an overview of the company's dollar-weighted payments, segmented by its suppliers' primary industries:

	TOTAL RCV'D	TOTAL DOLLAR AMOUNTS	LARGEST HIGH CREDIT	% W/IN TERMS	DAYS SLOW <31	31-60	61-90	91+
	#	$	$	%	%	%	%	%
Total in D&B's file	39	730,950	250,000					
Top 10 Industries:								
1 Management services	2	85,000	70,000	50	-	-	9	41
2 Mfg chemicals	2	42,500	40,000	-	100	-	-	-
3 Whol industrial equip	2	22,500	20,000	44	44	6	6	-
4 Public relations	1	250,000	250,000	100	-	-	-	-
5 Coal mining-undergrnd	1	95,000	95,000	-	100	-	-	-
6 Mfg lubricating oils	1	85,000	85,000	-	-	50	-	50
7 Mfg mining machinery	1	80,000	80,000	-	-	-	-	100
8 Whol industrial suppl	1	45,000	45,000	50	-	-	50	-
9 Whol electrical equip	1	7,500	7,500	-	-	50	-	50
10 Mfg service ind. mach	1	2,500	2,500	100	-	-	-	-
11 Other Industries	23	14,600	2,500	41	24	14	16	5
Other Payment Categories:								
Cash experiences	0	0	0					
Payment record unknown	3	1,350	1,000					
Unfavorable comments	0	0	0					
Placed for collection								
with D&B	0	0						
other	0	N/A						

The highest "Now Owes" on file is $85,000
The highest "Past Due" on file is $65,000

D&B receives over 220 million payment experiences each year. We enter these new and updated experiences into D&B Reports as this information is received.

==========

PAYMENTS (Amounts may be rounded to nearest figure in prescribed ranges)

Antic - Anticipated (Payments received prior to date of invoice)
Disc - Discounted (Payments received within trade discount period)
Ppt - Prompt (Payments received within terms granted)

REPORTED PAYING RECORD	HIGH CREDIT	NOW OWES	PAST DUE	SELLING TERMS	LAST SALE WITHIN

02/94	Ppt	2500	-0-	-0-	N30	2-3 Mos
	Slow 40	50	-0-	-0-		6-12 Mos
	Slow 120	250	-0-	-0-		6-12 Mos
01/94	Disc-Ppt	1000	-0-	-0-		6-12 Mos
	Disc-Slow 120	70000	15000	15000	2 10 N30	1 Mo
	Ppt-Slow 30	1000	250	250		2-3 Mos
	Ppt-Slow 90	45000	30000	-0-	N30	1 Mo
	Ppt-Slow 90	15000	-0-	-0-	2 10 N30	1 Mo
	Slow 90	1000	1000	1000	N30	1 Mo
	Slow 30-90	1000	1000	750		1 Mo
	Slow 90	750	750	-0-		1 Mo
	Credit contrld					
	Slow 90	50	-0-	-0-		6-12 Mos
	Slow 35-100	250	-0-	-0-	N30	6-12 Mos
	Slow 60-120	85000	85000	60000	N30	1 Mo
	(015)	250	100	-0-		1 Mo
12/93	Ppt	1000	-0-	-0-		2-3 Mos
	Ppt	50	50	-0-		1 Mo
	Disc-Slow 30	2500	250	250		2-3 Mos
	Ppt-Slow 30	20000	15000	7500	N30	1 Mo
	Slow 30	95000	-0-	-0-	N30	6-12 Mos
	Slow 30	40000	-0-	-0-	N30	1 Mo
	Slow 30	2500	2500	2500	N30	2-3 Mos
	Slow 60	500	100	100	N30	1 Mo
	Slow 60-90	2500	1000	250		1 Mo
11/93	Ppt	250	250	-0-	N30	1 Mo
	Ppt-Slow 30	100	-0-	-0-	N15	2-3 Mos
	Slow 60	1000	-0-	-0-		6-12 Mos
	Slow 60-120	7500	2500	1000	N30	1 Mo
	Slow 60-120	750	-0-	-0-	1 10 N30	6-12 Mos
	Slow 150	80000	70000	65000		1 Mo
10/93	Ppt	50	50	-0-		1 Mo
	Slow 30	250	-0-	-0-		6-12 Mos
09/93	(033)	1000	-0-	-0-	N30	2-3 Mos
08/93	Ppt	250000	-0-	-0-	N15	6-12 Mos
07/93	Ppt	1000				6-12 Mos
	Ppt-Slow 30	750	-0-	-0-		6-12 Mos
06/93	Ppt-Slow 30	1000	1000	1000	N30	1 Mo
04/93	Slow 30	50	-0-	-0-	N30	6-12 Mos
	(039)	100	100	-0-	N15	1 Mo

* Payment experiences reflect how bills are met in relation to the terms granted. In some instances payment beyond terms can be the result of disputes over merchandise, skipped invoices etc.

* Each experience shown represents a separate account reported by a supplier. Updated trade experiences replace those previously reported.

FINANCE

06/11/93 Numerous attempts were made to reach the principals. Outside source verified operations.

PUBLIC FILINGS

The following data is for information purposes only and is not the official record. Certified copies can only be obtained from the official source.

* * * SUIT(S) * * *

DOCKET NO.: 930467
PLAINTIFF: $9,504-SPANISH FORK FOUNDRY INC
DEFENDANT: SUNNYSIDE COAL CO INC, SUNNYSIDE, UT
WHERE FILED: UTAH COUNTY CIRCUIT COURT / PROVO BRANCH, PROVO, UT
STATUS: Dismissed
DATE STATUS ATTAINED: 03/23/1993
DATE FILED: 02/26/1993
LATEST INFO RECEIVED: 04/15/1993

* * * UCC FILING(S) * * *

COLLATERAL: Specified Negotiable instruments and proceeds - Specified Communications equipment and proceeds - Specified Business machinery/equipment and proceeds - Specified Fixtures and proceeds - and OTHERS
FILING NO: 361570
TYPE: Original
SEC. PARTY: BXG INC, BOULDER, CO
DEBTOR: SUNNYSIDE COAL COMPANY
DATE FILED: 06/01/1993
LATEST INFO RECEIVED: 06/14/1993
FILED WITH: DEPARTMENT OF COMMERCE/UCC DIVISION UT

COLLATERAL: Inventory - Specified Accounts receivable - Contract rights and proceeds - Equipment
FILING NO: 892072561
TYPE: Original
SEC. PARTY: ZIONS FIRST NATIONAL BANK, SALT LAKE CITY, UT
DEBTOR: SUNNYSIDE RECLAIMATION AND SALVAGE, INC
DATE FILED: 09/01/1989
LATEST INFO COLLECTED: 08/23/1993
FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO

FILING NO: 902043231
TYPE: Amendment
SEC. PARTY: ZIONS FIRST NATL BANK, SALT LAKE CITY, UT
DEBTOR: SUNNYSIDE RECLAMATION & SALVAGE INC
DATE FILED: 05/29/1990
LATEST INFO RECEIVED: 06/25/1990
ORIG. UCC FILED: 09/01/1989
ORIG. FILING NO: 892072561
FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO

COLLATERAL: Inventory - Specified Accounts receivable - Contract rights including proceeds and products - Equipment
FILING NO: 217204
TYPE: Original
SEC. PARTY: ZIONS FIRST NATIONAL BANK, SALT LAKE CITY, UT
DEBTOR: SUNNYSIDE RECLAIMATION AND
DATE FILED: 08/30/1989
FILED WITH: OFFICE OF THE LT GOVERNOR/DEPARTMENT OF COMMERCE/UCC DIVISION, UT

SALVAGE, INC

COLLATERAL: Specified Accounts receivable and proceeds - Specified Machinery and proceeds - Specified Equipment and proceeds
FILING NO: 922081516 DATE FILED: 11/12/1992
TYPE: Original LATEST INFO RECEIVED: 12/03/1992
SEC. PARTY: JOY TECHNOLOGIES INC, PITTSBURGH PA FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO
DEBTOR: SUNNYSIDE COAL CO, SUNNYSIDE, UT

FILING NO: 922090700 DATE FILED: 12/21/1992
TYPE: Amendment LATEST INFO RECEIVED: 01/11/1993
SEC. PARTY: JOY TECHNOLOGIES INC, PITTSBURGH PA ORIG. UCC FILED: 11/12/1992
ORIG. FILING NO: 922081516
DEBTOR: SUNNYSIDE COAL COMPANY, SUNNYSIDE, UT FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO

COLLATERAL: Specified Accounts receivable and proceeds - Specified Equipment and proceeds
FILING NO: 341804 DATE FILED: 11/12/1992
TYPE: Original LATEST INFO RECEIVED: 11/30/1992
SEC. PARTY: JOY TECHNOLOGIES INC, PITTSBURGH PA FILED WITH: DEPARTMENT OF COMMERCE/UCC DIVISION UT
DEBTOR: SUNNYSIDE COAL CO, SUNNYSIDE, UT

FILING NO: 341804 DATE FILED: 12/21/1992
TYPE: Amendment LATEST INFO RECEIVED: 01/04/1993
SEC. PARTY: JOY TECHNOLOGIES INC, PITTSBURGH PA ORIG. UCC FILED: 11/12/1992
ORIG. FILING NO: 341804
DEBTOR: SUNNYSIDE COAL COMPANY, SUNNYSIDE, UT FILED WITH: DEPARTMENT OF COMMERCE/UCC DIVISION UT

COLLATERAL: Specified Accounts receivable and proceeds - Specified Equipment and proceeds
FILING NO: 912013724 DATE FILED: 02/25/1991
TYPE: Original LATEST INFO RECEIVED: 03/22/1991
SEC. PARTY: JOY TECHNOLOGIES INC, CANNONSBURG, PA FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO
DEBTOR: SUNNYSIDE COAL COMPANY, SUNNYSIDE, UT

COLLATERAL: Specified Accounts receivable and proceeds - Specified Construction equipment/machinery and proceeds
FILING NO: 277020 DATE FILED: 02/25/1991
TYPE: Original LATEST INFO RECEIVED: 03/27/1991
SEC. PARTY: JOY TECHNOLOGIES INC, CANONSBURG PA FILED WITH: DEPARTMENT OF COMMERCE/UCC DIVISION UT
DEBTOR: SUNNYSIDE COAL COMPANY, SUNNYSIDE, UT

COLLATERAL: Specified Inventory and proceeds
FILING NO: 239507 DATE FILED: 03/19/1990

TYPE: Original
SEC. PARTY: CENTURY LUBRICATING OILS, KANSAS CITY, KS
DEBTOR: SUNNYSIDE RECLAMATION, SUNNYSIDE UT
LATEST INFO FILED WITH: RECEIVED: 04/03/1990 OFFICE OF THE LT GOVERNOR/DEPARTMENT OF COMMERCE/UCC DIVISION, UT

COLLATERAL: Specified Account(s) - Specified Equipment
FILING NO: 277185
TYPE: Original
SEC. PARTY: FARIMONT SUPPLY CO, WASHINGTON, PA
DEBTOR: SUNNYSIDE COAL CO INC, SUNNYSIDE UT
DATE FILED: 02/25/1991
LATEST INFO FILED WITH: RECEIVED: 03/27/1991 DEPARTMENT OF COMMERCE/UCC DIVISION UT

COLLATERAL: Construction equipment/machinery and proceeds - Leased Equipment
FILING NO: 199662
TYPE: Original
SEC. PARTY: GRANT STREET NATIONAL BANK, PITTSBURGH, PA
DEBTOR: SUNNYSIDE RECLAIMATION AND SALVAGE, INC
DATE FILED: 04/06/1989
FILED WITH: OFFICE OF THE LT GOVERNOR/DEPARTMENT OF COMMERCE/UCC DIVISION, UT

There are additional UCC's in D&B's file on this company available by contacting 1-800-DNB-DIAL.

The public record items contained in this report may have been paid, terminated, vacated or released prior to the date this report was printed.

BANKING
01/94 Loans granted to low 5 figures. Now owing nothing.
(Same bank)Loans granted to low 5 figures. Now owing nothing.

HISTORY
06/11/93

DAVID B CORMAN, PRES KENNETH OLDHAM, SEC
DIRECTOR(S): THE OFFICER(S)

Business started Dec 1988 by officers. 100% of capital stock is owned by parent company.

DAVID B CORMAN born 1947. 1988 to present active here. 1977 to present president of B X G Inc, Denver, CO. 1974-77 employed by Union Pacific Corporation, Rocky Mountain States as chief geologist. 1969-74 Conoco, various locations as geologist. 1971 received MS degree in geology from University of Delaware. 1969 received BS degree in geology from Franklin-Marshall College, Lancaster, PA.

KENNETH OLDHAM born 1940, not active here. Employed by Knutson & Wrightwell, Denver, CO.

AFFILIATES: The following is related through common ownership and/or financial interest. BXG Inc, Boulder, CO, started 1977. Operates as coal consulting and publishing. Intercompany relations: None reported by management. There is no financial information available on this concern.

==========

OPERATION
06/11/93 Subsidiary of Sunnyside Mines, Inc, Boulder, CO started 1989 which operates as holding company. Parent company owns 100% of capital stock. Parent company has no other subsidiary(ies). Intercompany relations: Comment declined by management.

As noted, this company is a subsidiary of Sunnyside Mines, Inc, DUNS #19-999-9764, and reference is made to that report for background information on the parent company and its management.

Owns and operates the Sunnyside Coal Mine (100%).
Terms are net 3 days. International terms are also net 3 days from delivery. Sells to industrial concerns. Territory : International. Nonseasonal.

EMPLOYEES: 165 which includes officer(s). 5 employed here.

FACILITIES: Shares premises on third floor of a four story brick building.

LOCATION: Suburban business section on side street.

BRANCHES: Actual mine location is in Sunnyside, UT.
02-23(364 /364) 00000 199999764 067067067 H
Zions First National Bank, Salt Lake City, UT:SBA-JLT

FULL DISPLAY COMPLETE

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ATTN: VJB

IN DATE

DUNS: 19-999-9764	DATE PRINTED	SUMMARY
SUNNYSIDE MINES, INC	FEB 23 1994	RATING --
1113 SPRUCE ST	COAL MINE	STARTED 1989
AND BRANCH(ES) OR DIVISION(S)	SIC NO.	EMPLOYS 385(3 HERE)
BOULDER CO 80302	12 22	HISTORY INCOMPLETE
TEL: 303 938-1506		

CHIEF EXECUTIVE: DAVID B CORMAN, DIRECTOR

* * * CUSTOMER SERVICE * * *

If you need any additional information, would like a credit recommendation, or have any questions, please call our Customer Service Center at (800) 234-3867 from anywhere within the U.S.

* * * SUMMARY ANALYSIS * * *

The Summary Analysis section reflects information in D&B's file as of February 21, 1994.

RATING SUMMARY . . . .

The absence of a Rating (--) indicates that the information available to D&B does not permit us to assign a Rating to this business. In this case, no Rating was assigned because D&B does not have sufficient historical information about this company to assign a Rating and because D&B lacks a current financial statement for this company.

Below is an overview of the company's D&B Rating(s) since 01/01/91:

RATING	DATE APPLIED
--	01/01/91

* * * PAYMENT SUMMARY * * *

The Payment Summary section reflects payment information in D&B's file as of the date of this report.

D&B has not received a sufficient sample of payment experiences to establish a PAYDEX score.

Below is an overview of the company's dollar-weighted payments, segmented by its suppliers' primary industries:

	TOTAL RCV'D	TOTAL DOLLAR AMOUNTS	LARGEST HIGH CREDIT	% W/IN TERMS	DAYS SLOW <31	31-60	61-90	91+
	#	$	$	%	%	%	%	%
Total in D&B's file	3	600	250					
Payment By Industry:								
1 Air courier service	1	250	250	100	-	-	-	-
Other Payment Categories:								
Cash experiences	0	0	0					
Payment record unknown	2	350	250					
Unfavorable comments	0	0	0					
Placed for collection								
with D&B	0	0						
other	0	N/A						

The highest "Now Owes" on file is $250
The highest "Past Due" on file is $50

D&B receives over 220 million payment experiences each year. We enter these new and updated experiences into D&B Reports as this information is received.

==========

PAYMENTS (Amounts may be rounded to nearest figure in prescribed ranges)

Antic - Anticipated (Payments received prior to date of invoice)
Disc - Discounted (Payments received within trade discount period)
Ppt - Prompt (Payments received within terms granted)

REPORTED	PAYING RECORD	HIGH CREDIT	NOW OWES	PAST DUE	SELLING TERMS	LAST SALE WITHIN
02/94	(001)	250	50	50		2-3 Mos
11/93	Ppt	250	250	-0-	N15	1 Mo
	(003)	100	50	50	N15	

* Payment experiences reflect how bills are met in relation to the terms granted. In some instances payment beyond terms can be the result of disputes over merchandise, skipped invoices etc.

* Each experience shown represents a separate account reported by a supplier. Updated trade experiences replace those previously reported.

==========

FINANCE

06/11/93 On JUN 11 1993 Ceanne Mayo, accountant, declined all information.

==========

PUBLIC FILINGS

The following data is for information purposes only and is not the official record. Certified copies can only be obtained from the official source.

If it is indicated that there are defendants other than the report subject, the lawsuit may be an action to clear title to property and does not necessarily imply a claim for money against the subject.

---

* * * SUIT(S) * * *

DOCKET NO.: 91CI-0664
SUIT AMOUNT: $14,408
PLAINTIFF: ELKHORN STONE COMPANY, LEXINGTON, KY
DEFENDANT: SUNNYSIDE MINES, INC and OTHERS
CAUSE: Breach of contract Debt, non-payment
WHERE FILED: FAYETTE COUNTY CIRCUIT COURT, LEXINGTON, KY

STATUS: Pending
DATE STATUS ATTAINED: 02/21/1991
DATE FILED: 02/21/1991
LATEST INFO RECEIVED: 07/13/1992

The public record items contained in this report may have been paid, terminated, vacated or released prior to the date this report was printed.

==========

HISTORY
06/11/93

DAVID B CORMAN, DIRECTOR
KENNETH R OLDHAM, DIRECTOR
JAMES T COOPER, DIRECTOR
DIRECTOR(S): THE OFFICER(S)

CORPORATE AND BUSINESS REGISTRATIONS REPORTED BY THE SECRETARY OF STATE OR OTHER OFFICIAL SOURCE AS OF 02/01/1994:

BUSINESS TYPE: Corporation - Profit
DATE INCORPORATED: 03/29/1989
STATE OF INCORP: Colorado

AUTH SHARES-COMMON: 1,000,000
COMMON STOCK ISSUED: 100,000

Business started 1989 by present control. Business was

established to hold the capital stock of the subsidiary.

Capital stock ownership is undetermined.

DAVID B CORMAN born 1947. 1989 to present active here. 1988 to present is the vice president and secretary of the subsidiary, Sunnyside Coal Company, Inc, Boulder, CO. 1977 to present active with B X G, Inc, Boulder, CO. 1974-77 employed by Union Pacific Corporation, Rocky Mountain States. 1969-74 employed by Conoco in various locations. 1969 graduated from Franklin-Marshall College, Lancaster, PA.

JAMES T COOPER born 1943. 1989 to present active here. 1988 to present president of Sunnyside Coal Company, Inc, Boulder, CO. 1979-89 employed by Energy Fuels, Denver, CO. 1966-70 attended University of Alabama, Birmingham, AL.

KENNETH R OLDHAM born 1936, not active here. 1988 to present active here. 1987 to present vice president of Knutson, Brightwell Reeves and Oldham Inc, a law firm in Denver, CO. 1966-87 general counsel for Union Pacific Resources, Denver, CO.

AFFILIATES: The following are related through common ownership and/or financial interest:

B X G, Inc, Boulder, CO, started 1977. Operates as coal consulting and publishing company. Intercompany relations are undetermined. No current financial information is available.

Knutson, Brightwell, Reeves & Olden, PC Inc, Denver, CO; started 1985. Operates as a law firm. Intercompany relations are undetermined. No financial information is available.

==========

OPERATION

06/11/93 Holding company with subsidiary operating an underground coal mine (100%) producing between 800,000 and 1,000,000 tons on an annual basis.

Revenue derived from subsidiary operations.

EMPLOYEES: 385 which includes officer(s). 3 employed here.

FACILITIES: Occupies premises in brick building.

LOCATION: Suburban business section on side street.

SUBSIDIARIES: This business has one subsidiary listed below.

Sunnyside Coal Company Inc, Boulder, CO (100%) chartered 1988. Operates as owner of coal mine. Sunnyside Coal Company Inc operated as Sunnyside Reclamation and Salvage Inc from 1988 to 1990. The coal mining operations are located in Sunnyside, UT. There is no current financial information on this entity. Intercompany relations consist of common ownership.

02-23(364 /364) 00000 067067067 H

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ATTN: VJB

IN DATE

RATING CHANGE

DUNS: 03-744-0245
B X G, INC
+BOULDER EXPLORATION GROUP

1113 SPRUCE ST
AND BRANCH(ES) OR DIVISION(S)
BOULDER CO 80302
TEL: 303 449-5012

DATE PRINTED
FEB 23 1994

INDUSTRY
SPECIALIST
CONSULTANTS & WHOL
COAL

SIC NOS.
87 42 50 52 27 41

SUMMARY

RATING	--
	FORMERLY
	2A3
STARTED	1977
EMPLOYS	14(12 HERE)
HISTORY	CLEAR
FINANCING	SECURED

CHIEF EXECUTIVE: DAVID CORMAN, PRES

* * * CUSTOMER SERVICE * * *

If you need any additional information, would like a credit recommendation, or have any questions, please call our Customer Service Center at (800) 234-3867 from anywhere within the U.S.

* * * SUMMARY ANALYSIS * * *

The Summary Analysis section reflects information in D&B's file as of February 21, 1994.

RATING SUMMARY . . . .

The absence of a Rating (--) indicates that the information available to D&B does not permit us to assign a Rating to this business. In this case, no Rating was assigned because D&B lacks a current financial statement for this company.

Below is an overview of the company's D&B Rating(s) since 01/01/91:

RATING	DATE APPLIED
--	06/12/93
2A3	05/01/92
1A3	06/22/91
BA2	01/01/91

* * * PAYMENT SUMMARY * * *

The Payment Summary section reflects payment information in D&B's file as of the date of this report.

D&B has not received a sufficient sample of payment experiences to establish a PAYDEX score.

Below is an overview of the company's dollar-weighted payments, segmented by its suppliers' primary industries:

	TOTAL RCV'D	TOTAL DOLLAR AMOUNTS	LARGEST HIGH CREDIT	% W/IN TERMS	DAYS SLOW <31	31-60	61-90	91+
	#	$	$	%	%	%	%	%
Total in D&B's file	3	5,600	5,000					
Payment By Industry:								
1 Air courier service	2	600	500	58	42	-	-	-
2 Help supply service	1	5,000	5,000	-	-	100	-	-
Other Payment Categories:								
Cash experiences	0	0	0					
Payment record unknown	0	0	0					
Unfavorable comments	0	0	0					
Placed for collection								
with D&B	0	0						
other	0	N/A						

The highest "Now Owes" on file is $500
The highest "Past Due" on file is $50

D&B receives over 220 million payment experiences each year. We enter these new and updated experiences into D&B Reports as this information is received.

==========

PAYMENTS (Amounts may be rounded to nearest figure in prescribed ranges)

Antic - Anticipated (Payments received prior to date of invoice)
Disc - Discounted (Payments received within trade discount period)
Ppt - Prompt (Payments received within terms granted)

REPORTED	PAYING RECORD	HIGH CREDIT	NOW OWES	PAST DUE	SELLING TERMS	LAST SALE WITHIN
02/94	Ppt	100	50	-0-		1 Mo
	Slow 50	5000	-0-	-0-	N30	4-5 Mos
11/93	Ppt-Slow 30	500	500	50	N15	1 Mo

* Payment experiences reflect how bills are met in relation to the terms granted. In some instances payment beyond terms can be the result of disputes over merchandise, skipped invoices etc.

* Each experience shown represents a separate account reported by a supplier. Updated trade experiences replace those previously reported.

==========

FINANCE
06/11/93

	Fiscal Sep 30 1989	Fiscal Sep 30 1990	Fiscal Sep 30 1991
Curr Assets	607,437	1,667,734	672,288
Curr Liabs	483,422	1,376,160	678,861
Current Ratio	1.25	1.21	.990
Working Capital	124,015	291,574	(6,573)
Other Assets	414,866	422,289	850,445
Worth	396,599	595,394	795,808
Sales	1,927,487	5,776,121	3,040,590
Net Profit (Loss)	47,479	198,795	200,414

On JUN 11 1993 Sue Borgeson, controller, declined all information

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PUBLIC FILINGS

The following data is for information purposes only and is not the official record. Certified copies can only be obtained from the official source.

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* * * UCC FILING(S) * * *

COLLATERAL: Specified Inventory - Chattel paper - Contract rights - general intangibles
FILING NO: 892022751
TYPE: Amendment
SEC. PARTY: UNITED BANK NA, BOULDER, CO
DEBTOR: B X G, INC
DATE FILED: 03/17/1989
LATEST INFO COLLECTED: 08/23/1993
ORIG. UCC FILED: 08/25/1987
ORIG. FILING NO: 877016139
FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO

FILING NO: 922053055
TYPE: Continuation
SEC. PARTY: NORWEST BANK NA FKA UNITED BANK NA, BOULDER, CO
DEBTOR: BXG INC
DATE FILED: 07/22/1992
LATEST INFO RECEIVED: 08/14/1992
ORIG. UCC FILED: 08/25/1987
ORIG. FILING NO: 877016139
FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO

FILING NO: 882010286
TYPE: Amendment
SEC. PARTY: UNITED BANK, BOULDER, CO
DEBTOR: B X G, INC
DATE FILED: 02/29/1988
LATEST INFO COLLECTED: 08/23/1993
ORIG. UCC FILED: 03/01/1982
ORIG. FILING NO: 872541630
FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO

COLLATERAL: Specified Inventory - Chattel paper - Contract rights - general

intangibles
FILING NO: 892022750 DATE FILED: 03/17/1989
TYPE: Amendment LATEST INFO COLLECTED: 08/23/1993
SEC. PARTY: UNITED BANK NA, BOULDER, CO ORIG. UCC FILED: 03/01/1982
DEBTOR: B X G, INC ORIG. FILING NO: 872541630
FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO

FILING NO: 922002200 DATE FILED: 01/13/1992
TYPE: Continuation LATEST INFO RECEIVED: 01/27/1992
SEC. PARTY: UNITED BANK OF BOULDER, NA, BOULDER, CO ORIG. UCC FILED: 03/01/1982
DEBTOR: BXG INC ORIG. FILING NO: 872541630
FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO

COLLATERAL: Leased Business machinery/equipment
FILING NO: 902060753 DATE FILED: 08/02/1990
TYPE: Original LATEST INFO RECEIVED: 08/21/1990
SEC. PARTY: EATON FINANCIAL CORPORATION, FRAMINGHAM, MA FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO
DEBTOR: B X G, INC

COLLATERAL: Specified Business machinery/equipment
FILING NO: 892043512 DATE FILED: 05/22/1989
TYPE: Original LATEST INFO COLLECTED: 08/23/1993
SEC. PARTY: AT&T INFORMATION SYSTEMS, ENGLEWOOD, CO FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO
ASSIGNEE: AT&T CREDIT CORPORATION, MORRISTOWN, NJ
DEBTOR: B X G, INC

FILING NO: 912066548 DATE FILED: 09/09/1991
TYPE: Continuation LATEST INFO RECEIVED: 09/25/1991
SEC. PARTY: INTRAWEST BANK NA NKA UNITED BANK NA, BOULDER, CO ORIG. UCC FILED: 11/21/1986
DEBTOR: BXG INC ORIG. FILING NO: 872943831
FILED WITH: SECRETARY OF STATE/UCC DIVISION, CO

The public record items contained in this report may have been paid, terminated, vacated or released prior to the date this report was printed.

HISTORY
06/11/93
DAVID CORMAN, PRES ROBERT BURNHAM, V PRES-SEC-TREAS
DIRECTOR(S): THE OFFICER(S)

CORPORATE AND BUSINESS REGISTRATIONS REPORTED BY THE SECRETARY OF STATE OR OTHER OFFICIAL SOURCE AS OF 02/01/1994:

BUSINESS TYPE: Corporation - Profit
DATE INCORPORATED: 10/01/1979
STATE OF INCORP: Colorado

13,000 shares are issued.

Business started Nov 1977 by David Corman. 84% of capital stock is owned by David Corman. 16% of capital stock is owned by Robert Burnham.

DAVID CORMAN born 1947. 1969 received BS in geology from Franklin-Marshall College, Lancaster, PA. 1969-74 Conoco, various locations as geologist. 1974-77 Union Pacific Corporation, Rocky Mountain States, chief geologist. Also in 1971 received MS in geology from University of Delaware. 1977 to present active here.

ROBERT BURNHAM born 1947. 1968-73 received MA in mining from the Colorado School of Mines, Golden, CO. 1973-81 employed by Rocky Mountain Energy, Denver, CO. 1981 to present active here.

AFFILIATES: The following are related through common ownership and/or financial interest. Sunnyside Mines, Inc, Boulder , CO, started 1989. Operates as coal mine. Intercompany relations were reported by management to consist of occasional loans and advances.

OPERATION

06/11/93 Industry specialist consultant to coal industry in areas of geologic evaluation, mining engineering, fuel selection, market analysis, price forecasting and coal contracting (50%) and wholesales coal (40%), operating as a broker. Also publishes a series of international coal basin reports covering markets and operations sold on a multi-client basis (10%).

Terms are contract basis and net 30 days. Sells to mining and coal industries. Territory : International, international sales are less than 5%. International terms are net 30 days.

Season peaks Apr-Nov.

EMPLOYEES: 14 which includes officer(s). 12 employed here. Employees do not flucuate with seasonality.

FACILITIES: Rents 6,000 sq. ft. on second floor of fifth story brick building.

LOCATION: Central business section on well traveled street.

BRANCHES: Operates a sales office in Fairfield, CA.

02-23(176 /176) 00000 067067067 H

United Bank, Boulder, CO

FULL DISPLAY COMPLETE

orig mine file

SUNNYSIDE MINE
PERMIT NO. ACT/007/007
CARBON COUNTY, UTAH

AGREEMENT AND RELEASE OF RECLAMATION CONTRACT

THIS AGREEMENT AND RELEASE OF RECLAMATION CONTRACT ("Release"), made this 28th day of August, 1989, between the UTAH DIVISION OF OIL, GAS & MNING ("DOGM") and SUNNYSIDE RECLAMATION & SALVAGE, INC., a Colorado corporation ("SRS").

WITNESSETH

WHEREAS, DOGM and SRS entered into a Reclamation Contract ("Contract") dated March 3, 1989;

WHEREAS, the Contract evidences the agreements of SRS and DOGM concerning, among other things, the Permit, the Mine and the Tailings as such terms are defined in the Contract;

WHEREAS, the purpose of the Contract was to provide DOGM and the Office of Surface Mining, Reclamation & Enforcement ("OSMRE") with adequate security for the performance of reclamation of the Mine and Tailings pursuant to the terms of the Utah Code and the Permit;

WHEREAS, pursuant to Section 9 of the Contract, SRS, DOGM and South Eastern Utah Title Company ("Title Company") entered into that certain Deed of Trust and Security Agreement ("Instrument") dated March 10, 1989, which was recorded in Emery County, Utah on March 10, 1989 in Book 176 at Pages 580-639, and in Carbon County, Utah on March 10, 1989 in Book 287 at Pages 96-155; and

WHEREAS, DOGM AND OSMRE have determined that the lien provided by the Instrument, as modified by the Subordination Agreement referred to below, provides adequate security for ensuring performance of such reclamation work, and therefore DOGM is willing, upon the terms and conditions set forth herein, to terminate the Contract and release SRS and Colorado Coal & Coke Co. (which guaranteed performance by SRS) from all their obligations thereunder;

NOW THEREFORE, for good and valuable consideration, the adequacy and receipt of which are hereby acknowledged, the parties hereto agree as follows:

1. Termination of Contract. Notwithstanding Section 14 of the Contract, the Contract is terminated in its entirety effective as of the date hereof and all parties

7. Collateral Security Deposit. In consideration of the termination of the Contract, SRS agrees to establish a cash fund with DOGM for the purpose of providing additional security for the reclamation of the Sunnyside Mine. The amount of the fund shall be $75,000.00. The amount deposited by SRS in the fund may be used by DOGM to defray environmental control and maintenance costs incurred by DOGM following a default by SRS in the performance of its reclamation obligations, pending realization by DOGM on the security afforded by the Instrument. It is expressly understood that the fund shall be held by DOGM as collateral security and that the full amount thereof, plus accrued interest, shall be released and disbursed to SRS promptly upon successful completion by SRS of the reclamation obligations for which it is responsible under the terms of applicable law and the Permit.

IN WITNESS WHEREOF, the parties hereto, by their duly authorized officers, have executed this Release as of the day and year written above.

UTAH DIVISION OF OIL, GAS & MINING

By: Dianne R. Nielson

Dianne R. Nielson, Director

SUNNYSIDE RECLAMATION & SALVAGE, INC.

By: James T. Cooper

James T. Cooper, President

SUBORDINATION AGREEMENT

This SUBORDINATION AGREEMENT, made this 28th day of August, 1989, between the STATE OF UTAH, DEPARTMENT OF NATURAL RESOURCES, DIVISION OF OIL, GAS & MINING, an agency of the State of Utah, ("DOGM"), whose address is 355 West North Temple, III Triad, Suite 350, Salt Lake City, Utah 84180, and SUNNYSIDE RECLAMATION & SALVAGE, INC., a Colorado corporation, whose address is 1113 Spruce Street, Boulder, Colorado 80302 ("SRS").

WITNESSETH:

WHEREAS, DOGM is the beneficiary of a certain Deed of Trust and Security Agreement granted by SRS, as Trustor, to South Eastern Utah Title Company, as Trustee, dated March 9, 1989, recorded March 10, 1989 in Book 287 at pages 96 through 155 of the Carbon County, Utah records and recorded March 10, 1989 in Book 176 at pages 580 through 639 of the Emery County, Utah records, covering the tangible equipment and personal property described in Exhibit A attached hereto and made a part hereof, as well as certain real property; and

WHEREAS, SRS's parent company, Sunnyside Mines, Inc. ("SMI"), a Colorado corporation, desires to borrow from Zions First National Bank ("Zions") and Zions desires to loan to SMI, up to Two Million Eight Hundred Thousand Dollars ($2,800,000.00), and Zions requires that such loans be secured by a security agreement from SRS granting Zions, inter alia, a lien on the property described in Exhibit A that will be prior to and have priority over the lien of the Deed of Trust and Security Agreement in favor of DOGM; and

WHEREAS, DOGM is willing to subordinate the lien of the Deed of Trust and Security Agreement insofar as it encumbers the tangible equipment and personal property described in Exhibit A to the security agreement made by SRS in favor of Zions in order that SMI may obtain such loan from Zions,

NOW, THEREFORE, for the reasons set forth above and in consideration of the mutual covenants and promises of the parties hereto, DOGM and SRS covenant and agree as follows:

1. As an inducement to Zions to grant such loan to SMI, DOGM hereby subordinates the Deed of Trust and Security Agreement to the security agreement from SRS to Zions and DOGM hereby agrees that, with respect to the tangible equipment and personal property described in Exhibit A hereto, the lien of the security agreement in favor of Zions shall be and is in all respects a lien prior and superior to the lien of the Deed of Trust and Security Agreement.

2. SRS and DOGM agree that in any instance where SRS, in its reasonable discretion, in connection with the operation of the Sunnyside Mine, Carbon County, Utah, determines that any item of tangible equipment and personal property described in

7. Collateral Security Deposit. In consideration of the termination of the Contract, SRS agrees to establish a cash fund with DOGM for the purpose of providing additional security for the reclamation of the Sunnyside Mine. The amount of the fund shall be $75,000.00. The amount deposited by SRS in the fund may be used by DOGM to defray environmental control and maintenance costs incurred by DOGM following a default by SRS in the performance of its reclamation obligations, pending realization by DOGM on the security afforded by the Instrument. It is expressly understood that the fund shall be held by DOGM as collateral security and that the full amount thereof, plus accrued interest, shall be released and disbursed to SRS promptly upon successful completion by SRS of the reclamation obligations for which it is responsible under the terms of applicable law and the Permit.

IN WITNESS WHEREOF, the parties hereto, by their duly authorized officers, have executed this Release as of the day and year written above.

UTAH DIVISION OF OIL, GAS & MINING

By: Dianne R. Nielson

Dianne R. Nielson, Director

SUNNYSIDE RECLAMATION & SALVAGE, INC.

By: James T. Cooper

James T. Cooper, President

KAISER COAL COMPANY OF SUNNYSIDE
FIXED ASSET LIST
AS OF JUN 30, 1988

Exhibit A

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
	KAISER COAL COMPANY OF SUNNYSIDE			FILE:ASBV68B						
	FIXED ASSET LIST									
	AS OF JUN 30, 1988									
ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
10-06	EDW-300 LONGWALL SHEARER W/SWIVEL		1981	206,906.00	9	2	51,726.50	25,863.25	38,796.88	
10-07	EICKHOFF SHEARER EDW 300		1982	1,204,516.00	8	3	451,731.00	150,577.00	376,442.50	
10-08	SHEARING MACHINE JOY		1982	100,171.00	9	3	37,564.13	12,521.38	31,303.44	
10-09	SHEARING MACHINE, HIGH COAL JOY	LX9186	1982	564,081.00	8	3	211,530.38	70,510.13	176,275.31	
11-07	THYSSEN LONGWALL SHIELDS SUPPORT SYSTEM		1983	4,802,950.00	9	4	2,401,475.00	600,368.75	2,101,290.63	
12-02	JOY 12CM2 MINER	JM1972	1976	250,224.00	8	0	0.00			
12-03	JOY CONT. MINER 12CM5	JM2905	1981	254,420.00	8	2	63,605.00	31,802.50	47,703.75	
12-04	JOY CONT. MINER 12CM11	JM2554	1981	326,678.00	8	2	81,669.50	40,834.75	61,252.13	
12-05	NARROW BOOM TYPE MINING MACHINES - ALPINE		1982	312,143.00	9	3	117,053.63	39,017.88	87,544.69	
12-06	12CM5 MINER IMPROVEMENT		1982	54,447.00	5	0	0.00			
12-09	JOY 12CM-5 MINER	JM2339	1976							
12-11	ANDERSON MAYOR 600" MINER		1976							
12-12	DOSCO MINER DINTHEADER 249		1975	313,548.00	9	0	0.00			
12-13	NATIONAL MINE SERVICE MINER 3612-1 7879									
13-01	FLETCHER TWIN BOOM ROOFBOLTER 722900A		1973	49,510.00	9	0	0.00			
13-02	FLETCHER ROOF BOLTER DESIGN #3 77017		1973	26,996.00	9	0	0.00			
13-03	FLETCHER TWIN BOOM ROOFBOLTER 722900B		1973	19,573.00	9	0	0.00			
13-04	FLETCHER ROOF BOLTER DESIGN #7 77014		1973	26,996.00	9	0	0.00			
13-05	ROOFBOLTER FLETCHER		1975	32,362.00	9	0	0.00			
13-06	SALIS 320 ROOF BOLTER		1980	5,704.00	9	1	713.00	713.00	356.50	
13-07	SINGLE BOOM ROOF BOLTER		1980	5,453.00	9	1	681.63	681.63	340.81	
13-08	DOUBLE BOOM ROOF BOLTER 26797		1981	16,046.00	9	2	4,011.50	2,005.75	3,008.63	
13-09	ROOF BOLTERS MOUNTED ON CONT. MINER FLETCH		1982	45,719.00	9	3	24,644.63	8,214.88	20,537.19	
13-10	FLETCHER ROOF BOLTER 4BOLT 000-13-F-86304		1986	120,217.00	8	7	90,162.75	30,054.25	75,135.63	
	MILLER DIESEL WELDER	7491990								
13-14	FLETCHER ROOFBOLTER 000-13-F 35757	4BLT	1985							
13-15	FLETCHER ROOFBOLTER 000-13DC 35943	4BLT	1985							
14-01	JOY SHUTTLE CAR	11607	1975	51,388.50	9	0	0.00			
14-02	JOY SHUTTLE CAR	11608	1975	51,388.50	9	0	0.00			
14-03	JOY SHUTTLE CAR	11609	1975	51,388.50	9	0	0.00			
14-04	JOY SHUTTLE CAR	11610	1975	51,388.50	9	0	0.00			
14-05	JOY SHUTTLE CAR 10SC22	ST11611	1975	45,257.00	9	0	0.00			

FIXED ASSET LIST
AS OF JUN 30, 1988

EST 12/31/87

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	BOOK VALUE	1988 DEPREC.	JUNE88 NET BOOK VALUE	LEASED FROM
19-06	BULK ROCKDUSTING SYSTEM	03 MINE	1978	29,558.00	8	0	0.00			
19-07	MSA TRICKLE DUSTER	TD75145	1969							
19-08	MSA TRICKLE DUSTER	TD111	1965							
19-09	MSA TRICKLE DUSTER	TD112	1965							
19-10	MSA TRICKLE DUSTER	TD75161	1969							
19-11	DC 250 VOLT DUSTER		1969							
19-12	S&S HYDRAULIC OIL DUSTER	DDII-200	1965							
20-01	ROCK HANDLING EQT		1953	96,299.00	8	0	0.00			
20-02	COAL HANDLING EQUIP		1953	136.00	8	0	0.00			
20-03	METL SHIELD BLENDING BINS & DRAG TANK		1953	13,977.00	8	0	0.00			
20-08	2 TITAN MARK 3/A STOPER DRILL	MDL 1098	1976	6,999.00	3	0	0.00			
20-14	KERSEY SSC 48 BATTERY CHARGER		1978	7,295.00	8	0	0.00			
20-15	ERIEZ BELT MAGNET W/RECTIFIER	SE-7727	1981	27,170.00	9	2	6,792.50	3,396.25	5,094.38	
20-16	EXT CONV, MONO RAIL DRIVE UNIT	L.A.	1982	25,000.00	9	3	9,375.00	3,125.00	7,812.50	
20-19	2 C-TITAN DRILL UNIT		1979	20,525.00	9	0	0.00			
20-20	JOY COAL DRILL CONV.	C041A 3516	1962							
20-21	JOY COAL DRILL CONV.	C071A 3697	1981							
20-22	JOY GOLDFINGER DIAMOND CORE DRILL	9276	1962							
20-23	BOSS CORE DRILLING RIG	MAT012998	1985							
21-01	15 TON WESTINGHOUSE LOCOMOTIVE	90028	1944	17,019.00	8	0	0.00			
21-02	4 20 TON ELECTRIC LOCOMOTIVE	3X412B3833449	1958	125,239.00	9	0	0.00			
21-04	DIESEL LOCOMOTIVE	3154	1975	40,054.00	9	0	0.00			
21-07	27/37 TN LME DCCC 37 SS LOCOMOTIVE		1976	192,502.00	9	0	0.00			
21-08	6 TON POWERED LOCOMOTIVE	300-0004	1977	41,999.00	9	0	0.00			
21-09	6 TON BATT POWERED LOCOMOTIVE	300-0007	1977	41,990.00	9	0	0.00			
21-10	BATTERY LOCOMOTIVE	8TON	1980	11,504.00	9	1	1,438.00	1,438.00	719.00	
21-11	JEFFREY 15-TON DIESEL LOCOMOTIVE		1983	179,082.00	9	4	99,541.00	22,383.25	79,348.38	
21-12	RAIL RUNNER LOCOMOTIVE	2300-005	1986	15,825.00	9	7	13,846.98	1,978.13	12,857.81	
22-01	10 MANTRIP CARS		1947	10,091.00	8	0	0.00			
22-02	68 MINE CARS		1953	11,899.00	8	0	0.00			
22-03	5 MAN TRIP CARS		1955	5,373.00	8	0	0.00			
22-04	5 MAN TRIP CARS		1955	5,405.00	8	0	0.00			
22-05	50 WATT MINE CARS		1957	45,025.00	8	0	0.00			
22-06	50 WATT MINE CARS		1957	25,979.00	8	0	0.00			
22-07	5 MAN TRIP CARS		1957	5,196.00	8	0	0.00			
22-08	5 MAN TRIP CARS		1957	5,194.00	8	0	0.00			
22-09	375 WATT MINE CARS		1957	235,555.00	8	0	0.00			
22-10	375 WATT MINE CARS		1957	154,374.00	8	0	0.00			
22-11	375 MINE CARS ADD'L		1958	1,702.00	8	0	0.00			
22-12	375 MINE CARS ADD'L		1959	306.00	8	0	0.00			
22-13	200 MINE CARS		1971	159,449.00	8	0	0.00			
22-14	TANK CAR 6IN TRACK MTD PRES		1977	28,395.00	8	0	0.00			
22-15	S&S SCOOP CONV.TO MANTRIP	MAT86166	1975							

[illegible] ASSET LIST
AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	BOOK VALUE	1988 DEPREC.	NET BOOK VALUE	LEASED FROM
26-11	2 CHARGERS FOR ELKHORN		1977	4,595.00	9	0	0.00			
26-12	ELE-1 BATTERY SCOOP ELKHORN		1979	15,500.00	8	0	0.00			
26-16	WAGNER SCOOP TRAM LST55	SA11P0228	1985							
26-17	WAGNER SCOOP TRAM LST55	SA11P0222	1983							
26-18	INGERSOLL-RAND SCOOP TRAM	S175SL-0501	1979							
26-19	ELKHORN SCOOP TRAM AR95	473-9501	1975							
26-20	EIMCO SCOOP 911	911-26-0401	1976							
27-01	SERVICE VEHICLE		1975	49,399.00	9	0	0.00			
27-02	MATERIAL CAR		1992	97,471.00	9	3	36,551.63	12,183.88	30,4[illegible]	
27-03	MATERIAL CAR		1992	97,471.00	9	3	36,551.63	12,183.88	30,4[illegible]	
28-02	DIN JOY FAN W. GENERATOR		1970	15,975.00	9	0	0.00			
28-03	450 HP LOUIS ALLIS FAN MOTOR 60 CYCL		1972	3,190.00	8	0	0.00			
28-04	JEFFERY FAN 25 HP MDL 10-25 400		1975	19,491.00	9	0	0.00			
28-05	25HP JEFFERY FAN MDL 25 10-25 400		1976	15,110.00	9	0	0.00			
28-07	VENTILATION FAN TYPE 9		1992	24,040.00	9	3	24,015.00	8,005.00	20,012.50	
29-10	JEFFREY AERODYNE FAN EXHAUST	11292	1955							
29-11	JOY ELEC. VENTILATING FAN	SF31721	1974							
29-12	JOY DIESEL VENTILATING FAN	SF40556	1979							
29-08	FIRE WARNING SENSORS - HAULAGEWAYS		1974	15,294.00	8	0	0.00			
29-09	FIRE SUPPR SYSTEM CONVEYORS		1976	5,994.00	9	0	0.00			
29-19	2 MOBILE LIGHT TOWER		1980	14,815.00	6	0	0.00			
29-25	SHAFT AIR HEATERS	DRAVCO	1992	15,203.00	9	3	5,076.13	2,025.38	5,063.44	
29-26	WET TYPE DUST CONTROL SYSTEM		1982	19,961.00	9	3	7,110.38	2,370.13	5,925.31	
29-27	AIR DOORS		1992	25,[illegible]	9	3	9,397.13	3,132.38	7,830.94	
30-03	4 PORTABLE SUB STATIONS		1959	29,799.00	9	0	0.00			
30-04	3 SUB STN GROUNDING INSTRUMENTS		1971	5,805.00	9	0	0.00			
30-05	CIRCUIT CENTER-OUTCROP SUB STN 81MM		1980	14,497.00	9	1	1,912.13	1,912.13	906.06	
30-07	S.E. SUBSTATION	1249-889	1978							
31-03	100 KVA TRANSFORMER	6337304	1957	3,212.00	9	0	0.00			
31-08	1000 KVA TRANSFORMER FOR PREP PLANT		1955	4,157.00	9	0	0.00			
31-10	ELEC & HEATING FACILITY		1959	3,545.00	9	0	0.00			
31-12	2 USED TRANSFORMERS		1972	3,486.00	9	0	0.00			
31-13	6 ENSIGN HI-VOLTG SECTIONAL SWITCHES		1972	19,437.00	9	0	0.00			
31-14	8 SWITCH UNITS		1972	25,916.00	9	0	0.00			
31-15	8 SWITCH UNITS		1973	1,747.00	9	0	0.00			
31-16	10 DISTRIBUTION BOXES & CIRC 480 V		1972	[illegible]	9	0	0.00			
31-17	USED 500KW 500V DC RECTIFIER		1975	11,[illegible]	9	0	0.00			
31-18	2-200 KVA TRANSFORMERS		1976	21,[illegible]	9	0	0.00			

FIXED ASSET LIST
AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
35-02	INGERSOL RAND 4GT CENTRIFIGUL PUMP (12)		1965	5,378.00	8	0	0.00			
35-03	52 FLYGT SUBMERSIBLE PUMPS MDL DBF 5HP 75C		1970	53,315.00	8	0	0.00			
35-04	6 FLYGHT 2075 PUMPS		1971	10,769.00	8	0	0.00			
35-05	3 AIR IR MDL 35 PUMP W CONTROLS		1971	6,519.00	8	0	0.00			
35-06	2 FLIGT SUBMERSIBLE PUMPS MDL 82075		1972	4,138.00	8	0	0.00			
35-08	PORTABLE HYDRASPRAY GRACE PUMP 207-567		1974	2,325.00	8	0	0.00			
35-09	HASKEL BOOSTER PUMP		1979	4,650.00	3	0	0.00			
35-10	HAUHINCO HIGH PRESSURE PUMP		1986	71,050.00	5	4	56,840.00	14,210.00	49,735.00	
35-11	HAUHINCO HIGH PRESSURE PUMP		1986	71,049.00	5	4	56,839.20	14,209.80	49,734.30	
					8	0	0.00			
36-04	TWO WATER SOFTENERS CHANGE HOUSES		1956	9,581.00	8	0	0.00			
36-06	METHANE PIPE FUSION MACHINE		1980	7,767.00	8	1	970.88	970.88	485.44	
37-01	500,000 GAL WATER TANK		1953	3,252.00	8	0	0.00			
37-02	500 GAL VERTICAL STORAGE TANK		1975	2,500.00	8	0	0.00			
40-01	CINCINATI BECKFORD DRILL		1945	3,838.00	8	0	0.00			
40-02	SOULD EBERHARD SHAPER		1945	4,642.00	8	0	0.00			
40-03	LODGE & SHIPLEY LATHE		1945	12,713.00	8	0	0.00			
40-04	PIPE THREADER		1946	843.00	8	0	0.00			
40-05	METAL BAND SAW		1946	863.00	8	0	0.00			
40-06	LEBLOND LATHE	M1-1153	1949	17,031.00	8	0	0.00			
40-07	CARLTON DRILL		1949	10,757.00	8	0	0.00			
40-08	AIR HAMMER		1957	7,079.00	8	0	0.00			
40-09	SHOP TOOLS INCL #3MILLINS MACHINE		1958	10,918.00	8	0	0.00			
40-10	ENGINE LATHE 54 IN		1958	12,565.00	8	0	0.00			
40-11	SEMI AUTOMATIC HIGH PRESSURE CLEANER		1958	3,573.00	8	0	0.00			
42-02	16 SELFCONT. BREATHING APPARATUS		1979	42,234.00	8	0	0.00			
50-01	CHANGE HOUSE #1		1953	191,411.00	40	6	28,711.65	4,785.28	26,319.01	
50-02	WAREHOUSE		1957	107,721.00	38	8	22,679.11	2,834.76	21,260.72	
50-03	SHOP BLDG & HEATING		1958	151,036.00	37	8	32,656.43	4,082.05	30,615.41	
50-05	FIRE & AMBULANCE STATION BUILDING		1969	6,529.00	15	0	0.00			
50-06	CHANGE HOUSE		1973	94,008.00	22	8	34,184.73	4,273.09	32,048.18	
50-10	SUPERVISORS BUILDING		1976	3,715.00	19	9	1,564.21	195.53	1,466.45	
50-11	AUTOMOTIVE SVC CENTER 10X10 BLD		1976	1,800.00	15	4	480.00	120.00	420.00	
50-14	TRAINING CENTER/AMBULANCE GARAGE		1982	[illegible]	13	8	103,625.46	12,953.31	97,149.81	

KAISER COAL COMPANY OF SUNNYSIDE
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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	TIME 30 NET BOOK VALUE	LEASED FROM
59-04	110 TON KW DART DUMP TRUCK	70135	1970	191,949.00	5	0	0.00			
59-05	110 TON DART DUMP TRUCK	70217	1971	193,682.00	5	0	0.00			
59-06	110 TON KW DAR DUMP TRUCK	70224	1971	193,682.00	5	0	0.00			
59-09	2 KW DART MODEL 2772 HAUL TRUCKS		1983	49,091.00	5	1	9,818.20	9,818.20	4,909.10	
59-10	1979 GMC DUMP TRUCK	T48CYYV620416	1986	20,000.00	4	3	15,000.00	5,000.00	12,500.00	
59-12	HYSTER LIFTING TRUCK	45315	1949							
60-01	STORAGE BINS		1953	283,857.00	8	0	0.00			
60-02	FIRE PROTECTION AUTO. SPRINKLERS		1958	33,828.00	8	0	0.00			
60-03	USED 55 FT 30 TON CRANE		1958	3,220.00	8	0	0.00			
60-19	MERRICK 460 4-IDLER DIGIT BELTSCALE		1981	8,783.00	8	2	2,195.75	1,097.88	1,646.81	
60-10	HOT WATER HEATER MDL 5000		1982	4,980.00	8	3	1,867.50	622.50	1,556.25	
60-12	BELT CONVEYOR SCALE - MERRICK		1982	7,966.00	8	3	2,987.25	995.75	2,489.38	
60-12	HEATING SYSTEM		1982	104,808.00	8	3	39,303.00	13,101.00	32,752.50	
65-01	LORRAIN CRANE	167445	1953	31,484.00	8	0	0.00			
65-02	15 TON LORRAIN CRANE	35588	1974	54,469.00	8	0	0.00			
65-04	HYSTER 5000LB FORKLIFT	03D363IT	1974	11,008.00	5	0	0.00			
65-05	6 LOWBOY MACHINE RAIL TRUCKS		1975	20,724.00	8	0	0.00			
65-06	DIESEL STEAM CLEANER		1975	6,771.00	5	0	0.00			
65-07	CLARK FORKLIFT	Y355-619-2829	1975	13,061.00	5	0	0.00			
65-08	STEAM CLEANER		1982	6,947.00	5	0	0.00			
65-09	S175 FORK LIFT	S175FL-0501	1986	77,680.00	5	4	62,144.00	15,536.00	54,376.00	
70-01	COAL WASHING & DEWATERING		1953	369,763.00	40	6	55,464.45	9,244.08	50,842.41	
70-04	2-5X12 VIBRATING SREEN		1954	15,774.00	8	0	0.00			
70-06	COAL HAUL AT ROTARY DUMP		1955	18,282.00	8	0	0.00			
70-09	INTERNATIONAL BOILER	H13500	1960	31,354.00	8	0	0.00			
70-12	UNIT TRAIN LOADOUT FACITILITY		1968	474,414.00	25	6	113,859.36	18,976.56	104,371.08	
70-13	WEMCOVIBR CENTRIFUGAL DRYER M130		1969	30,305.00	8	0	0.00			
70-14	REFUSE TRUCK LOADING CONVEYOR SYSTEM		1969	38,070.00	8	0	0.00			
70-16	UNIT TRAIN TUNNEL		1969	65,948.00	24	6	16,487.00	2,747.83	15,113.08	
70-21	WEMCO DRYER		1975	32,404.00	8	0	0.00			
70-23	ROCK VIBRATING DEWATERIZER		1981	39,314.00	8	2	9,828.50	4,914.25	7,371.38	

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	ACQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/97 BOOK VALUE	1999 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
86-02	BASE STATION & MOBIL RADIOS (2)		1980	5,774.00	10	3	1,732.20	577.40	1,443.50	
86-03	BM-25A TRANSCRIBING UNIT SONY	18335	1976	470.00	10	0	0.00			
86-04	SONY BM-11 DICTATING		1976	337.00	10	0	0.00			
86-05	PHONE ANSWERING MACHINE		1980	144.00	10	3	43.20	14.40	36.00	
86-06	SEARS RANGE/REFRIG		1976	425.00	10	0	0.00			
86-07	IL-4100-30-2 RETURN		1976	134.00	10	0	0.00			
86-08	16 TRAY SHAW WALKER		1977	498.00	10	0	0.00			
86-09	MITA COPIER MODEL 1522	EB360654024	1987	2,873.00	10	10	2,873.00	287.30	2,72[illegible]	
86-10	MITA COPIER MODEL DC4085	FB37002039	1987	9,687.00	10	10	9,687.00	968.70	8,252.85	
86-11	RICOH RAPICOM 230 TELECOPIER	R236058069	1987	4,488.00	10	0	0.00			
87-01	CREDENZA		1974	442.00	10	0	0.00			
87-02	CUPBOARD		1974	171.00	10	0	0.00			
87-03	DIEBOLD SAFE		1975	1,181.00	10	0	0.00			
87-04	SECTIONAL WORK CENTER		1975	259.00	10	0	0.00			
87-05	CREDENZA		1976	1,025.00	10	0	0.00			
87-06	CREDINZA HOUSING OFF		1976	195.00	10	0	0.00			
87-07	HON 80 SERIES CRESDENZA		1982	331.00	10	5	165.50	33.10	148.95	
88-01	MONROE CARD PROGRAMMER	5938065	1974	251.00	10	0	0.00			
88-02	BURROUGHS CHECK SIGNER	T8859M2079	1974	1,041.00	10	0	0.00			
88-03	BURROUGHS BURSTER MODEL 7501	91890	1975	1,147.00	10	0	0.00			
88-04	CHECK SIGNER		1976	526.00	10	0	0.00			
89-01	IBM SELECTRIC T/W	2338519	1974	721.00	10	0	0.00			
89-02	IBM TYPEWRITER	2415049	1974	767.00	10	0	0.00			
89-03	IBM SELECTRIC T/W		1975	909.00	10	0	0.00			
89-04	IBM SELECTRIC T/W	2861715	1975	909.00	10	0	0.00			
89-05	IBM SELECTRIC TYPEWRITER	3077725	1976	972.00	10	0	0.00			
89-06	IBM SELECTRIC T/W	263127147	1976	972.00	10	0	0.00			
89-07	IBM T/W	263582702	1978	903.00	10	1	90.30	90.30	45.15	
89-08	IBM T/W		1978	903.00	10	1	90.30	90.30	45.15	
90-01	COAL LAB EQUIP.		1984	21,512.00	10	7	15,059.40	2,151.20	13,982.80	
90-03	GAS CHROMATOGRAPH		1975	9,030.00	10	0	0.00			
90-04	GIESELER PLASTOMETER		1976	26,895.00	10	0	0.00			
90-05	TEKTRONIX MDL 214 OS		1980	1,840.00	10	3	552.00	184.00	460.00	
91-01	ALIGNMENT LASER P-40000-0309		1976	3,317.00	10	0	0.00			
91-02	BLU RAY PRINTER AMONIA		1981	7,728.00	10	4	1,491.20	372.80	1,304.80	
91-03	ALIGNMENT LASER		1975	5,107.00	10	0	0.00			
91-04	NIKE THEODOLITE		1975	2,930.00	10	0	0.00			
91-05	DESIGN CRAFT MOBILE		1976	774.00	10	0	0.00			
91-06	WILD T-2 THEODOLITE		1978	5,810.00	10	1	581.00	581.00	290.50	
91-07	ELEC DISTANCE METER		1981	7,450.00	10	4	2,980.00	745.00	2,607.50	
91-08	DRAFTING TABLE		1982	342.00	10	5	171.00	34.20	153.90	
91-09	PORTA-TRACE TABLE		1982	232.00	10	5	116.50	23.30	104.85	
91-10	2 STEEL BLUEPRINT ILES		1982	1,455.00	10	5	727.50	145.50	654.75	
91-11	3 STEEL & SHELF UNIT		1982	801.00	10	5	400.50	80.10	360.45	
92-01	DUKANE FILM STRIP PROJECTOR		1975	345.00	10	0	0.00			
92-02	DUKANE FILM STRIP PROJECTOR		1975	345.00	10	0	0.00			

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
14-06	JOY SHUTTLE CAR 10SC22	ET11812	1976	65,252.00	8	0	0.00			
14-07	JOY SHUTTLE CAR 10SC22	ET11813	1977	65,206.00	8	0	0.00			
14-08	JOY SHUTTLE CAR 10SC22	ET11814	1977	65,205.00	8	0	0.00			
14-11	JOY SHUTTLE CAR 10SC-2248	ET12991	1979							
14-13	JOY SHUTTLE CAR	ET11123	975							
14-14	JOY SHUTTLE CAR	ET12473	1977							
14-15	JOY SHUTTLE CAR	ET12217	1977							
14-16	JOY SHUTTLE CAR	ET12993	1977							
15-02	BRADFORD BREAKER 12X27		1953	65,196.00	8	0	0.00			
15-03	RHINO 4NFBH-40A FEEDER BREAKER	54-1837	1981	243,153.00	8	2	60,788.25	30,394.13	45,591.19	
15-04	3 FEEDER BREAKERS		1982	81,989.00	9	3	30,408.38	10,136.13	25,340.31	
15-05	HYDRAULIC PORTA FEEDER		1986	24,277.00	9	7	21,242.38	3,034.63	19,725.06	
15-07	STAMLER FEEDER BREAKER	10949	1975							
15-08	STAMLER FEEDER BREAKER	11266	1975							
15-09	STAMLER FEEDER BREAKER	11791	1979							
16-11	83 SLOPE CONVEYOR SYSTEM		1980	1,441,271.00	9	1	190,158.98	190,158.98	90,079.44	
16-12	CROSS CONVEYOR & GATHERING CONVEYOR		1980	1,071,171.00	9	1	133,896.38	133,896.38	66,948.19	
16-13	BELT CLEANERS M		1981	7,159.00	9	2	1,789.75	894.88	1,342.31	
16-14	STARTER CONTROLLERFOR BELT DRIVE		1981	13,732.00	9	2	3,433.00	1,716.50	2,574.75	
16-25	NOLAN AUTOMATIC LOADING STATION	29023-1,2	1975							
16-26	NOLAN AUTOMATIC LOADING STATION	30960-1,2	1975							
16-27	NOLAN AUTOMATIC LOADING STATION	31051-1,2	1975							
16-28	GOODMAN BELT DRIVE	C762857	1987	153,552.00	9	9	153,552.00	20,444.00	153,330.00	
17-05	42 INCH BELT DRIVE L.A.	200HP	1978	50,062.00	9	0	0.00			
17-06	42 INCH BELT DRIVE L.A.	200HP	1978	50,062.00	9	0	0.00			
17-07	CONVEYOR DRIVE L.A.		1978	95,547.00	8	0	0.00			
17-08	48 INCH BELT DRIVE N LOOP STORAGE		1979	15,133.00	9	0	0.00			
17-09	2 BELT DRIVE STORAGE		1990	24,358.00	9	1	3,107.25	3,107.25	1,553.63	
17-10	42" CONVEYOR BELT TAKE-UP L.A.		1982	55,479.00	9	3	20,804.25	6,934.75	17,334.88	
17-12	Goodman 48" Conv. Dr. w/Tailpiece (2)									
17-13	JEFFREY BELT DRIVE 75 HP U8C256		1975							
18-01	CAR HAUL AT ROTARY DUMP		1955	9,272.00	9	0	0.00			
19-04	ROCK DUSTING SYSTEM 142 IN STOR BN		1977	19,947.00	9	0	0.00			

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
23-02	MORDBERG HOIST		1946	10,565.00	9	0	0.00			
23-03	1000 HP MORDBERG HOIST		1953	332,972.00	8	0	0.00			
23-04	USED MORBERG HOIST		1957	104,900.00	9	0	0.00			
23-05	2 LILLY HOIST CONTROLS		1971	6,653.00	8	0	0.00			
23-06	AUTOMATIC HOIST & ELEVATOR		1973	367,176.00	8	0	0.00			
23-07	SULLIVAN SINGLE DRUM HOIST		1974	3,144.00	9	0	0.00			
23-08	AUTOMATIC HOIST & ELEVATOR		1974	2,042.00	8	0	0.00			
23-09	6 TON AIR HOIST		1980	4,912.00	9	1	614.00	614.00	307.00	
23-12	BROWIE HOIST	6374	1959							
23-13	BROWIE HOIST	9710	1959							
23-14	BROWIE HOIST	9856	1959							
23-15	BROWIE HOIST	9966	1959							
23-16	BROWIE HOIST	9864	1958							
23-17	BROWIE HOIST	2785	1958							
23-18	INGERSOLL-RAND SCRAPER HOIST	A-1387-711S	1949							
24-01	INGERSOLL RAND MDL 508 COMPRESSOR	371236V	1950	2,475.00	9	0	0.00			
24-02	INGERSOLL RAND MDL 508 COMPRESSOR	41378	1951	2,306.00	9	0	0.00			
24-03	2 INGERSOLL RAND 408 COMPRESSOR	40743579,	1953	5,575.00	9	0	0.00			
24-04	INGERSOLL RAND COMPR	40034272	1953	2,174.00	9	0	0.00			
24-04	INGERSOLL RAND COMPR	40034271	1953	560.00	9	0	0.00			
24-06	2 COMPRESSORS	40745922, 45204	1955	2,757.00	9	0	0.00			
24-07	HD COMPRESSOR	JH1630	1957	17,535.00	9	0	0.00			
24-08	INDUC DRIVEN COMPRESSOR	JH1751	1958	14,548.00	9	0	0.00			
24-09	134 SCFM COMPRESSOR		1980	18,404.00	9	1	2,300.50	2,300.50	1,150.25	
24-10	INGERSOLL RAND COMPRESSOR MDL	ILE-2-1898	1959	19,978.00	9	0	0.00			
24-11	2 JOY RSC 260 AIR COMPRESSORS		1974	29,155.00	9	0	0.00			
24-12	AUTOMOTIVE ETS CNTR COMPRESSOR		1976	1,967.00	9	0	0.00			
24-13	JOY SCS-130 COMPRESSOR		1976	7,139.00	9	0	0.00			
24-14	SULLAIRE AIR COMPRESSOR	47930	1980							
25-01	KERSEY MODEL P-1144 RUBR TIRE TRCTR	65132	1965	22,990.00	5	0	0.00			
25-02	KERSEY P-1144 RUBBER TIRED TRACTOR	65133	1965	22,990.00	5	0	0.00			
25-03	STEN DIESEL TRACTOR	15885	1978	5,679.00	5	0	0.00			
25-04	STEN DIESEL TRACTOR	12022	1978	10,737.00	5	0	0.00			
25-05	STEN DIESEL TRACTOR	11094	1978	9,437.00	5	0	0.00			
25-07	ALLIS CHALMERS TRACTOR MODEL 5030	3125	1984	14,137.00	5	2	5,654.80	2,827.40	4,241.10	
25-08	ALLIS CHALMERS TRACTOR MODEL 5030	3686	1984	14,137.00	5	2	5,654.80	2,827.40	4,241.10	
25-09	ALLIS CHALMERS TRACTOR MODEL 5030	9695	1984	12,554.00	5	2	5,021.60	2,510.80	3,766.20	
26-01	ELKHORN SCOOP MODEL SCOOP		1972	47,465.00	9	0	0.00			
26-02	ELKHORN AR95 BATTERY SCOOP	4739508	1973	33,818.00	9	0	0.00			
26-03	ELKHORN AR95 BATTERY SCOOP	4739507	1973	33,501.00	9	0	0.00			
26-04	ELKHORN AR95 BATTERY SCOOP	4739503	1973	41,797.00	9	0	0.00			
26-06	ELKHORN AR95 BATTERY SCOOP	4749512	1974	43,158.00	9	0	0.00			
26-07	ELKHORN AR-95 SCOOP	4769547	1976	59,975.00	9	0	0.00			
26-08	ELKHORN AR-95 SCOOP	4769551	1976	59,975.00	9	0	0.00			
26-09	JOY 14 BU LOADER	10291	1977	177,516.00	9	0	0.00			
26-10	JOY 14BU LOADER	10330	1977	177,516.00	9	0	0.00			

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/97 BOOK VALUE	1998 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
31-19	300 KVA TRANSFORMER		1978	12,559.00	8	0	0.00			
31-20	300 KVA TRANSFORMER		1978	12,559.00	8	0	0.00			
31-21	300 KVA TRANSFORMER		1978	12,559.00	8	0	0.00			
31-22	SOLID STATE CONTROLLER		1980	13,634.00	8	1	1,704.25	1,704.25	852.13	
31-23	480 VAC 3 PAHASE 60 HZ DISTRIBUTION BOX		1981	34,887.00	8	2	8,721.75	4,360.88	8,541.31	
31-25	SECTION TRANSFORMER 750 KVA		1982	40,571.00	8	3	15,214.13	5,071.38	12,678.44	
31-27	JUNCTION BOXES 480 VAC		1982	16,853.00	8	3	13,819.88	4,606.63	11,515.56	
31-30	PEMCO LOAD CENTER AK750	SA11P0246	1984							
31-31	PEMCO LOAD CENTER K1000	C302-281	1981							
31-32	200 KVA TRANSFORMER		1977	11,999.00	9	0	0.00			
31-33	G.E. VAC. BREAKER SW.HS.	176H40022-1-2-3	1969							
31-34	G.E. VAC. BREAKER SW.HS.	176H40022-1-1-3	1969							
31-35	HUBBELL VACUUM BREAKER	S-972	1969							
31-36	G.E. LOADCENTER 500KVA	MDL.9T26Y9104	1965							
31-37	G.E. LOADCENTER 500KVA	MDL.9T26Y9104	1965							
31-38	G.E. VACUUM BREAKER	176H40022-1-3-3	1969							
31-39	PEMCO LOADCENTER	8498-776	1976							
31-40	PEMCO LOADCENTER 300KVA	8773-178	1969							
31-41	PEMCO LOADCENTER 150KVA	4205-671	1969							
31-42	PEMCO SWITCHGEAR	4677-1273	1965							
31-43	PEMCO SWITCHGEAR	4380-771	1965							
31-44	PEMCO SWITCHGEAR	4076-1273	1965							
32-01	2 WESTINGHOUSE 150 HP MOTORS		1949	2,956.00	8	0	0.00			
32-02	ROTO-JET RS 150 W/ 125 HP MOTOR		1951	13,812.00	8	0	0.00			
					8	0	0.00			
33-01	5 200 KVA PWR CENTERS	5699894 THRU 8	1953	16,239.00	8	0	0.00			
33-04	3 200 KVA POWER CENTERS	5540175,6,7	1957	21,747.00	8	0	0.00			
33-06	2 500 KVA POWER CENTERS	5549051, 5549052	1960	17,977.00	8	0	0.00			
33-07	DETROIT DIESEL POWER UNIT	5833290	1966	8,597.00	8	0	0.00			
33-08	POWER CTRS 4-750KVA, 5-200KVA	891-4,895-9	1971	74,223.00	8	0	0.00			
33-09	750 KVA POWER CENTER FOR L.M.		1971	12,367.00	8	0	0.00			
33-10	ENSIGN POWERCENTER	T2476	1965							
33-11	ENSIGN POWERCENTER	T2478	1965							
33-12	G.E. POWER CENTER	6591320	1965							
34-01	OUTDOOR OIL CIRCUIT BREAKER		1990	11,767.00	9	1	1,720.88	1,720.88	860.44	
34-02	OUTDOOR OIL CIRCUIT BREAKER		1990	11,748.00	9	1	1,721.00	1,721.00	860.50	
34-03	UNDERGROUND OIL CIRCUIT BREAKER		1990	10,154.00	9	1	1,519.25	1,519.25	759.63	
34-04	2 OUTDOOR BREAKERS		1990	13,414.00	9	1	3,676.75	3,676.75	1,839.38	
34-05	3 UNDERGROUND BREAKERS		1990	16,154.00	9	1	4,581.75	4,581.75	2,290.88	
34-06	5 UNDERGROUND SWITCHES		1990	11,408.00	9	1	3,876.00	3,876.00	1,938.00	
34-07	UNDERGROUND CIRCUIT BREAKER		1990	10,154.00	9	1	1,519.25	1,519.25	759.63	
34-09	SASSER VAC. CIRCUIT BREAKER	040700000480	1990							
34-10	SASSER VAC. CIRCUIT BREAKER	050700000480	1990							

[illegible] COAL COMPANY OF [illegible]
FIXED ASSET LIST
AS OF JUN 30, 1999

695

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORISINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/97 BOOK VALUE	1999 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
55-01	MICROBUS M450 MANHAULAGE	M50HV533648	1977	41,303.00	5	0	0.00			
55-02	MICROBUS M450 MANHAULAGE	M50HV533634	1977	41,303.00	5	0	0.00			
55-03	1/2 TON GMC PICKUP		1980	9,304.00	3	0	0.00			
55-04	1/2 TON GMC PICKUP		1980	9,304.00	3	0	0.00			
55-05	1980 FORD F250 PICKUP	F25CR680767	1980	7,432.00	3	0	0.00			
55-06	1/2 TON FORD PICKUP 2WD		1981	9,067.00	3	0	0.00			
55-07	4 WHEEL DRIVE AMC WAGON	1FTFF25G3BRA11566	1981	12,378.00	3	0	0.00			
55-08	1981 FORD PICKUP		1981	9,108.00	3	0	0.00			
55-09	1981 FORD F-350 LINEMANS	TRUCK W/BUCKET	1981	24,999.00	3	0	0.00			
55-10	1982 FORD BRONCO LIT		1982	11,933.00	3	0	0.00			
55-11	4 F150 FORD PICKUPS		1982	25,931.00	3	0	0.00			
56-01	12 43.9 CU FT ROCKER DUMP CARS		1942	2,434.00	9	0	0.00			
56-07	SIDEWINDER ALL-TERRAIN VEHICLE	RC8212162	1983							
56-08	PHIL-DOLLY EQUIP. CARRIER	15196	1966							
56-09	PHIL-DOLLY EQUIP. CARRIER		1977							
57-01	MICHIGAN MDL175A LOADER	2HC192	1960	12,055.00	9	0	0.00			
57-02	MICHIGAN MDL175A LOADER	2HC192	1960	16,772.00	9	0	0.00			
57-03	CATERPILLAR 920 WHEEL LOADER	62K932	1970	23,162.00	5	0	0.00			
57-04	CATERPILLAR 992 LOADER	25K939	1973	146,931.00	5	0	0.00			
57-05	TEREX 72-31 FRONT END LOADER	40652	1976	58,796.00	5	0	0.00			
57-09	1978 INT'L HOUGH 510 LOADER		1990	77,333.00	5	0	0.00			
57-10	BEAVER UTILITY ROCK LOADER	SN 161	1991							
58-01	USED D-9 CAT. TRACTOR	66A3350	1968	56,409.00	5	0	0.00			
58-03	USED CATERPILLAR GRADER		1974	25,929.00	5	0	0.00			
58-04	D-8 CATERPILLAR		1991	277,428.00	5	0	0.00			
58-06	07-F CAT. TRACTOR	94N8110	1974							
58-07	AUSTIN WESTERN GRADER	P566-5362	1983							
59-01	1965 VW DART END DUMP TRCTR TRLR	65153.6	1965	147,351.00	5	0	0.00			
59-02	KW DART 100 TON TRUCK		1965	125,174.00	5	0	0.00			
59-03	110 TON KW DART DUMP TRCK	70133	1970	191,949.00	5	0	0.00			

KAISER COAL COMPANY OF SUNNYSIDE
FIXED ASSET LIST
AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
80-01	DESKS 13		1974	3,540.00	10	0	0.00			
80-02	DESKS 5		1975	1,590.00	10	0	0.00			
80-03	DESK		1975	229.00	10	0	0.00			
80-04	EXEC DESK		1976	190.00	10	0	0.00			
80-05	WORK DESKS 2		1976	453.00	10	0	0.00			
80-06	HON 80 SERIES DESK		1982	376.00	10	5	188.00	37.60	169.20	
81-01	3 BROWN SIDE CHAIRS		1982	207.00	10	5	103.50	20.70	93.15	
81-02	BRN EXEC CHRONECRAFT		1982	299.00	10	5	149.50	29.90	134.55	
81-03	CHAIRS 10		1974	2,057.00	10	0	0.00			
81-04	EX POS CHAIRS 4		1974	582.00	10	0	0.00			
81-05	CHAIR		1975	111.00	10	0	0.00			
81-06	HIEBERT DESK CHAIRS 5		1976	1,721.00	10	0	0.00			
81-07	2 CHAIRS		1980	334.00	10	3	100.20	33.40	83.50	
82-01	BOOKCASES 11		1974	1,402.00	10	0	0.00			
82-01	BOOKCASE		1976	128.00	10	0	0.00			
83-01	CONFERENCE TABLE		1974	276.00	10	0	0.00			
83-02	CONFERENCE TABLE		1975	749.00	10	0	0.00			
83-03	CONFERENCE TABLE		1976	158.00	10	0	0.00			
83-04	CONFERENCE TABLE		1977	(26.00)	10	0	0.00			
84-01	FILE CABINETS 8		1974	1,092.00	10	0	0.00			
84-02	FILE CABINETS 2		1975	315.00	10	0	0.00			
84-03	FILE CABINET		1976	127.00	10	0	0.00			
84-04	4 HON 5 DRAWER FILE		1977	104.00	10	0	0.00			
84-05	FILE CABINETS 3		1978	420.00	10	1	42.00	42.00	21.00	
84-06	FILE CABINETS 4		1979	532.00	10	2	106.40	53.20	79.80	
84-07	FILE CABINET 5 DRAWER		1980	164.00	10	3	49.20	16.40	41.00	
84-08	3 FILE CABINETS		1980	531.00	10	3	159.30	53.10	132.75	
84-09	DELUXE STEELWOOD DRAWER		1981	525.00	10	4	210.00	52.50	183.75	
84-10	5 DRAWER FILE CABINET		1982	217.00	10	5	108.50	21.70	97.65	
85-01	SHARP MODEL 626 ELEC CALC	37625912	1974	369.00	10	0	0.00			
85-02	TEXAS INSTR CALCULATOR	SR50-0370339	1974	136.00	10	0	0.00			
85-03	SHARP CALC	39004312	1975	318.00	10	0	0.00			
85-04	HEWLETT PACKARD HP-25 CALC	1606A01177	1976	194.00	10	0	0.00			
85-05	CALCULATOR	606691	1976	233.00	10	0	0.00			
85-06	MIIDA MDL 1202 CALCULATOR	07764260	1977	194.00	10	0	0.00			
85-07	MIIDA MDL 1202 CALCULATOR	07764307	1977	194.00	10	0	0.00			
85-08	HEWL PKD HP-97 PROGR. CALC.		1977	679.00	10	0	0.00			
85-09	VICTOR CALCULATOR		1982	239.00	10	5	119.50	23.90	107.55	
86-01	COMMUNICATION SYSTEM MOTORALLA		1982	60,520.00	10	5	30,260.00	6,052.00	27,234.00	

Orig Mine file
Acc Bw Roberts
DRN
ACT/007/007

FABIAN & CLENDENIN
A PROFESSIONAL CORPORATION
ATTORNEYS AT LAW

P. O. BOX 510210
TWELFTH FLOOR
215 SOUTH STATE STREET
SALT LAKE CITY, UTAH 84151
TELEPHONE (801) 531-8900

FAX NUMBER (801) 596-2814

HAROLD P. FABIAN
1885-1975
BEVERLY S. CLENDENIN
1889-1971
SANFORD M. STODDARD
1909-1974
ALBERT J. COLTON
1925-1988

. BILLINGS
..H H. MILLER
BRYCE E. ROE
GEORGE D. MELLING, JR.
WARREN PATTEN
M. BYRON FISHER
STANFORD B. OWEN
WILLIAM H. ADAMS
ANTHONY L. RAMPTON
PETER W. BILLINGS, JR.
THOMAS CHRISTENSEN, JR.
RAND M. ELISON
RANDALL A. MACKEY
DENISE A. DRAGOO
JAY B. BELL
DANIEL W. ANDERSON
GARY E. JUBBER
ROSEMARY J. BELESS
W. CULLEN BATTLE

KEVIN N. ANDERSON
JATHAN W. JANOVE

NORMAN J. YOUNKER
MICHELE MITCHELL
JOHN E. S. ROBSON
DOUGLAS B. CANNON
RANDY K. JOHNSON
ROBERT PALMER REES
JODI KNOBEL FEUERHELM
KENLEY W. BRUNSDALE
DOUGLAS J. PAYNE
PATRICK L. ANDERSON
SHELDON A. SMITH
DIANE H. BANKS
P. BRUCE BADGER
BRYON J. BENEVENTO
JOHN (JACK) D. RAY
MICHAEL L. CHIDESTER
KATHLEEN H. SWITZER

HAND DELIVERED

March 13, 1989

RECEIVED
MAR 13 1989
DIVISION OF
OIL, GAS & MINING

Dr. Dianne R. Nielson
Director
Utah Division of Oil, Gas & Mining
355 West North Temple, Suite 350
III Triad
Salt Lake City, Utah 84180

RE: Transfer of Sunnyside Mine Reclamation Permit ACT/007/007 to Sunnyside Reclamation & Salvage, Inc. ("SR&S") and Release of Kaiser Coal Corporation ("Kaiser")

Dear Director Nielson:

As you are aware, SR&S purchased the Sunnyside Mine and associated permit rights, including ACT/007/007 from Kaiser on Thursday, March 9, 1989. Enclosed for your information are the following conveyance documents which were recorded in Carbon and Emery Counties, Utah as indicated in the enclosed chart:

1. Deed of Water Rights between Kaiser Steel Resources, Inc. (formerly Kaiser Steel Corporation) and Kaiser Coal Corporation;

2. Order Approving (1) Sale of the Sunnyside Mines to Sunnyside Reclamation & Salvage, Inc. ("SR&S") Pursuant to Section 363(f) and (2) Modification of Collective Bargaining Agreement Pursuant to Section 1113;

3. Deed and Assignment by and between Kaiser Coal Corporation, et al., and Sunnyside Reclamation & Salvage, Inc.;

4. Deed of Trust and Security Agreement by and between SR&S, as Trustor, and the State of Utah, as Beneficiary; and

5. Final Release and Discharge of Kaiser, et al. by the State of Utah with respect to ACT/007/007.

It is my understanding that, with the execution of a Reclamation Contract by and between SR&S and the State of Utah and the payment of the first $250,000 installment by SR&S to the State's reclamation account, the State of Utah will allow mining to proceed at the Sunnyside Mine. Therefore, on behalf of SR&S, we respectfully request the State to lift the Temporary Cessation of Mining Activities under ACT/007/007 and allow SR&S to proceed. SR&S will submit the legal and financial information required by UMC 782 and will meet the public notice requirements for permit transfer under 788.18(b) in the near future.

We appreciate your assistance in this matter and look forward to working with the State of Utah.

Very truly yours,

Denise A. Dragoo

DAD:jmc

Enclosures

cc: Kenneth R. Oldham, Esq.
Kenneth R. Ball
William Balaz

mine file
ACT/007/007

SUNNYSIDE RECLAMATION & SALVAGE, INC.

RECORDATION OF CLOSING DOCUMENTS

MARCH 10, 1989

DOCUMENT NAME		CARBON COUNTY	EMERY COUNTY
DEED OF WATER RIGHTS:			
	ENTRY NO.	23279	
	BOOK	287	(Only Carbon County)
	PAGES	11-12	
ORDER APPROVING SALE:			
	ENTRY NO.	23280	322641
	BOOK	287	176
	PAGES	13-51	497-535
DEED AND ASSIGNMENT:			
	ENTRY NO.	23281	322642
	BOOK	287	176
	PAGES	52-95	536-579
DEED OF TRUST AND SECURITY AGREEMENT:			
	ENTRY NO.	23282	322643
	BOOK	287	176
	PAGES	96-155	580-639
FINAL RELEASE AND DISCHARGE:			
	ENTRY NO.	23283	322645
	BOOK	287	176
	PAGES	156-194	700-738

mine file
ACT/007/007

DEED OF WATER RIGHTS

THIS DEED OF WATER RIGHTS (hereinafter "Deed") made and entered into as of the 9th day of March, 1989, by and between KAISER STEEL RESOURCES, INC., formerly known as Kaiser Steel Corporation, a Delaware corporation, with principal offices at 8300 Utica Avenue, Suite 301, Rancho Cucamonga, California, 91730 ("Grantor") and KAISER COAL CORPORATION, a Delaware corporation, with principal offices at P. O. Box 10, Sunnyside, Utah, 84539 ("Grantee").

FOR AND IN CONSIDERATION OF the sum of TEN DOLLARS ($10.00), cash in hand paid to Grantor and other good and valuable consideration, the receipt and sufficiency of which is acknowledged, Grantor hereby grants, sells, assigns, sets over, transfers, quit claims and conveys to Grantee, its successors and assigns, without warranty, the following water right:

> Utah State Engineer's File Number 47-15 with point of diversion located in Carbon County, Utah, within Section 2, Township 14 South, Range 14 East, SLB&M.

IT WITNESS WHEREOF, the Grantor caused its corporate name and seal to be affixed hereto by the duly authorized officer as of the date first above written.

KAISER STEEL RESOURCES, INC.,
formerly KAISER STEEL
CORPORATION

By Daniel N. Larson
Daniel N. Larson, President

State of California)
) ss.
County of San Bernardino)

On this 9th day of March, 1989, personally appeared before me Daniel N. Larson, whose identity is personally known to or proved to me on the basis of satisfactory evidence, and who, being by me duly sworn, did say that he is the President of KAISER STEEL RESOURCES, INC., formerly known as KAISER STEEL CORPORATION, and that said document was signed by him on behalf of said corporation by authority of its bylaws, and said Daniel N. Larson acknowledged to me that said corporation executed the same.

OFFICIAL SEAL
C. RILEY
Notary Public-California
SAN BERNARDINO COUNTY
My Comm. Exp. July 23, 1991

Cynthia L. Riley
Notary Public
Residing at 6322 North Azalea
San Bernardino, CA 92407

Mine file ACT/007/007

FILED
UNITED STATES BANKRUPTCY COURT
DISTRICT OF COLORADO
FEB 27 1989
BRADFORD L. BOLTON, Clerk
BY ..... DEPUTY CLERK

UNITED STATES DISTRICT COURT
FOR THE DISTRICT OF COLORADO IN BANKRUPTCY

In re:	)	
	)	
KAISER STEEL CORPORATION,	)	Bankruptcy No. 87 B 01552 E
	)	
Debtors.	)	(Jointly Administered)

ORDER APPROVING (1) SALE OF THE SUNNYSIDE MINES TO SUNNYSIDE RECLAMATION & SALVAGE, INC. ("SRS") PURSUANT TO SECTION 363(f) AND (2) MODIFICATION OF COLLECTIVE BARGAINING AGREEMENT PURSUANT TO SECTION 1113

These matters came before the Court initially upon two applications by Kaiser Coal Corporation, Kaiser Coal Corporation of Utah and Kaiser Coal Corporation of Sunnyside ("Kaiser"). The first application was for approval of a License Agreement with SRS to operate and reclaim the Sunnyside Mines, which was filed December 9, 1988. On January 17, Pike Coal Company filed objections to the SRS License Agreement and on January 26, a related company, Sunnyside Coal Corporation, filed a counter-offer proposing an option to purchase the Sunnyside Mines.

In connection with the SRS License Agreement, Kaiser filed on January 24, 1989, an application pursuant to Section 1113 of the Bankruptcy Code to modify its 1984 collective bargaining agreement (as extended) with the United Mine Workers of America ("UMWA"). The requested modification was a condition to and requirement of the SRS proposal. That application sought, among other things, a determination that the UMWA 1974 Benefit Plan and Trust (the "Trust") would become responsible for providing the health and welfare benefits of Kaiser Sunnyside retirees and pensioners in the event the SRS transaction was approved and the collective bargaining agreement was modified to relieve Kaiser of such responsibility.

All matters pertaining to these applications were set for hearing on February 3, 1989.

At the hearing on February 3, counsel for Kaiser announced that, after further negotiations, SRS had agreed to an outright purchase of the Sunnyside Mines; Sunnyside Coal Corporation declined to match the improved SRS offer and withdrew its counteroffer. Kaiser's counsel also advised the Court that its Section 1113 application would be restricted solely to retiree health and welfare benefits and the responsibility of the Trust for such benefits in the future, since the [illegible] its

I hereby attest and certify on 3/2/89 that the foregoing/attached document(s) hereto is/are a full, true and correct copy of the original on file in my office and in my legal custody.
Clerk, U.S. Bankruptcy Court
District of Colorado
By Cheryl Blum-Peskins
Deputy Clerk

33056

initial Section 1113 application had been resolved pursuant to agreements between the UMWA and SRS.

The Court then instructed counsel to re-notice the terms of the new SRS offer and scheduled a hearing on that proposed sale for February 20. Counsel for Kaiser, the UMWA, and the Trust agreed to have the Section 1113 application heard at the same time. The Court required objections to the SRS sale to be filed by February 16, 1989, and briefs on the Section 1113 issues to be filed by February 17, 1989.

Proper notice of the SRS sale was given by Kaiser, certain objections were filed, and briefs on the Section 1113 issues were filed by the UMWA and the Trust. On February 20, 1989, the Court reconvened the hearing, received testimony, and heard arguments of counsel. After consideration of those matters, as well as the briefs and pleadings filed by the parties, the Court issued findings of fact and conclusions of law with respect to the SRS sale, the modification of the collective bargaining agreement and the responsibility of the Trust with respect to health and welfare benefits for the retirees. Those findings of fact and conclusions of law are incorporated in this Order by reference, as if fully reproduced herein.

THEREFORE, IT IS ORDERED as follows:

1. The sale of the Sunnyside Mines to SRS pursuant to the terms and conditions detailed in the notice of said sale given by Kaiser is approved in all respects and the proper officers of Kaiser are authorized to take any and all actions required to execute, deliver and consummate an Acquisition Agreement for the Sunnyside Mines in accordance and consistent with such terms.

2. As provided in Paragraph 7 of the Notice of the SRS sale, certain liens, claims and encumbrances are to become the responsibility of SRS. Except for such obligations, the SRS sale is authorized pursuant to Section 363(f) of the Bankruptcy Code to be free and clear of all other liens, interests, claims and encumbrances. Those liens, interests, claims and encumbrances of which the property is being sold free and clear shall attach to the proceeds of sale.

3. The proposal by SRS to acquire the Sunnyside Mines has been made in good faith.

4. The application of Kaiser to modify its National Bituminous Coal Wage Agreement of 1984 with the UMWA fulfills the requirements of Section 1113(b)(1) of the Bankruptcy Code.

5. The obligation of Kaiser (or SRS as successor) pursuant to Article XX, Section (c)(3) of the 1984 Bituminous

Coal Wage Agreement to establish a benefit plan or to provide health and other non-pension benefits for Kaiser retirees or pensioners is eliminated in its entirety. The obligation to continue such health and other non-pension benefits for Employees (as such term is defined in the 1984 Wage Agreement) other than Kaiser retirees or pensioners is not modified. From and after the entry of this Order, the UMWA 1974 Benefit Plan and Trust shall be the party responsible for providing health and welfare benefits for claims incurred from and after the date of entry of this Order with respect to Kaiser's Sunnyside retirees and pensioners. These modifications shall take effect upon the entry of this Order.

DATED this 27 day of February, 1989.

BY THE COURT:

Charles E. Matheson
United States Bankruptcy Judge

NOTICE OF ENTRY ON DOCKET

Notice is Hereby Given that Pursuant to Rule 9022, F.R.B.P., the Foregoing Order of Judgment was Entered on 3-7-89

By

mine file HC1/001/001

DEED AND ASSIGNMENT

THIS DEED AND ASSIGNMENT (hereinafter "Deed") made and entered into as of the 9 day of March, 1989 by and between KAISER COAL CORPORATION, KAISER COAL CORPORATION OF UTAH and KAISER COAL CORPORATION OF SUNNYSIDE (collectively "Kaiser"), and KAISER FUEL CORORATION, all Delaware corporations with principal offices at P.O. Box 10, Sunnyside, Utah 84539 ("Grantor"), and SUNNYSIDE RECLAMATION & SALVAGE, INC., a Colorado corporation authorized to do business in the State of Utah ("Grantee").

RECITALS:

A. Kaiser is debtor in possession in jointly administered bankruptcy proceedings designated as Case No. 87B-01552-E pending before the United States Bankruptcy Court for the District of Colorado ("Bankruptcy Court").

B. Grantor is the owner of the Sunnyside Coal Mines 1, 2, 3, the North Lease property and associated real property, coal mining leases, gob, tailings, waste coal (whether characterized as real property or personal property), water rights, real property leases, licenses, servitudes, easements, rights-of-way and royalty interests located in Carbon and Emery Counties, Utah, more particularly described in Exhibit "A" attached hereto and made a part hereof (hereinafter referred to as the "Coal Properties"); certain real property in and around Sunnyside, Utah, including but not limited to those properties described in Exhibit "A", attached hereto and made a part hereof

(hereinafter the Town of Sunnyside Property); and environmental permits associated with the Coal Properties described on Exhibit "B", attached hereto and made a part hereof.

C. Grantee desires to purchase all right, title and interest of Grantor in and to the Coal Properties and related assets.

D. By Order dated February 27, 1989, the Bankruptcy Court approved sale of the Coal Properties and related assets to Grantor.

NOW, THEREFORE, for and in consideration of the sum of TEN DOLLARS ($10.00), cash in hand paid to Grantor and other good and valuable consideration, the receipt and sufficiency of which is acknowledged, Grantor hereby grants, sells, assigns, sets over, transfers, quitclaims and conveys to Grantee, its successors and assigns, without warranty, the following:

COAL PROPERTIES

All of Grantor's interest in the Sunnyside Coal Mines 1, 2 and 3; the North Lease Property and associated real property, coal mining leases, gob, tailings, waste coal (whether characterized as real property or personal property), water rights, real property leases, licenses and servitudes, easements, rights-of-way and royalty interests located in Carbon County and Emery County, Utah, more particularly described in Exhibit "A" attached hereto and made a part hereof.

STATE OF Colorado)
City: : ss.
COUNTY OF Denver)

On this 9th day of March, 1989, personally appeared before me Claude A. Stafford, whose identity is personally known to or proved to me on the basis of satisfactory evidence, and who, being by me duly sworn, did say that he/~~she~~ is the President of KAISER COAL CORPORATION, and that said document was signed by him/~~her~~ in behalf of said corporation by authority of its bylaws, and said President acknowledged to me that said corporation executed the same.

Betty J. Ellis
Notary Public
Residing at Denver, Colorado

My Commission Expires:

My Commission Expires Oct. 12, 1991

STATE OF Colorado)
City: : ss.
COUNTY OF Denver)

On this 9th day of March, 1989, personally appeared before me Claude A. Stafford, whose identity is personally known to or proved to me on the basis of satisfactory evidence, and who, being by me duly sworn, did say that he/~~she~~ is the Vice President of KAISER COAL CORPORATION OF UTAH, and that said document was signed by him/her in behalf of said corporation by authority of its bylaws, and said Vice President acknowledged to me that said corporation executed the same.

Betty J. Ellis
Notary Public
Residing at Denver, Colorado

My Commission Expires:

My Commission Expires Oct. 12, 1991

TOWN OF SUNNYSIDE PROPERTY

All of Grantor's interest in real property in and around Sunnyside, Utah, including but not limited to those properties described in Exhibit "A."

PERMITS

Grantor's interest in all environmental permits associated with the Coal Properties, as more particularly described in the attached Exhibit "B", subject to approval of the local, state and federal government to transfer if such approval is required.

The officers who sign this Deed hereby certify that this Deed and the transfer represented thereby was duly authorized under a resolution duly adopted by the board of directors of the Grantor at a lawful meeting duly held and attended by a quorum.

IN WITNESS WHEREOF, the Grantor has caused its corporate name and seal to be affixed by its duly authorized officers this 9 day of March, 1989.

KAISER COAL CORPORATION

BY C A Bradford
ITS President

KAISER COAL CORPORATION OF UTAH

BY C A Bradford
ITS Vice President

KAISER COAL CORPORATION OF SUNNYSIDE

BY C A Bradford
ITS Vice President

KAISER FUEL CORPORATION

BY C A Bradford
ITS Vice President

STATE OF Colorado)
City: : ss.
COUNTY OF Denver)

On this 9th day of March, 1989, personally appeared before me Claude A. Shadford, whose identity is personally known to or proved to me on the basis of satisfactory evidence, and who, being by me duly sworn, did say that he/~~she~~ is the vice president of KAISER COAL CORPORATION OF SUNNYSIDE, and that said document was signed by him/~~her~~ in behalf of said corporation by authority of its bylaws, and said vice president acknowledged to me that said corporation executed the same.

Betty J. Ellis
Notary Public
Residing at Denver, Colorado

My Commission Expires:
My Commission Expires Oct. 12, 1991

STATE OF Colorado)
City: : ss.
COUNTY OF Denver)

On this 9th day of March, 1989, personally appeared before me Claude A. Shadford, whose identity is personally known to or proved to me on the basis of satisfactory evidence, and who, being by me duly sworn, did say that he/~~she~~ is the vice president of KAISER FUEL CORPORATION, and that said document was signed by him/~~her~~ in behalf of said corporation by authority of its bylaws, and said vice president acknowledged to me that said corporation executed the same.

Betty J. Ellis
Notary Public
Residing at Denver, Colorado

My Commission Expires:
My Commission Expires Oct. 12, 1991

DAD:022189A

RECLAMATION CONTRACT

THIS AGREEMENT, made this 3d day of MARCH, 1989, between the Utah Division of Oil, Gas & Mining ("DOGM") and Sunnyside Reclamation & Salvage., a Colorado Corporation ("SRS").

RECITALS

A. Kaiser Steel Corporation ("Steel") and Kaiser Coal Corporation, Kaiser Coal Corporation of Sunnyside, and Kaiser Coal Corporation of Utah (collectively, "Coal") are debtors in possession in jointly administered bankruptcy proceedings designated as Case No. 87 B-01552E pending before the United States Bankruptcy Court for the District of Colorado.

B. Coal is the permitted operator of the Sunnyside Mine Nos. 1, 2, and 3, Carbon County, Utah under permanent program permit No. ACT/007/007 (the "Permit"). The Permit covers the Sunnyside Mine Nos. 1, 2, and 3 (the "Mine") and the associated gob, coal tailings and waste piles (the "Tailings"). The Tailings and the real property upon which they are situated are owned by Sunnyside Cogeneration Associates ("SCA").

C. SRS and Coal entered into an Acquisition Agreement dated February 20, 1989 (the "Acquisition Agreement"). Under the terms of the Acquisition Agreement SRS will, upon the Closing provided for therein, acquire from Coal the Sunnyside Mine Nos. 1, 2, and 3 and other property. SRS will, upon Closing, assume and hold Coal harmless in respect of liabilities for reclamation pursuant to the Permit.

D. The purpose of this Agreement is to set forth the understandings of SRS and DOGM with respect to the terms and conditions upon which the State of Utah will release Coal from all obligations under the Permit, transfer the Permit to SRS, and authorize SRS to conduct mining and reclamation operations pursuant to the Permit.

AGREEMENT

NOW, THEREFORE, in consideration of the premises and of the mutual covenants and agreements hereinafter set forth, the parties hereto agree as follows:

1. This Agreement shall be effective upon the completion of the Closing provided for in the Acquisition Agreement (the "Effective Date"). From and after the Effective Date, SRS shall be obligated to restore the Mine and the Tailings to a condition to a condition capable of supporting the uses to which the lands were capable of supporting prior to any mining

as specified in the Utah Code, implementing rules and the reclamation plan forming a part of the Permit.

2. (A) By a date not later than five days prior to the Effective Date SRS agrees to prepare, at its expense, and submit to DOGM, revised and updated reclamation plans for the Mine and the Tailings, together with an estimate of the costs to complete the reclamation work contemplated by such plans.

(B) DOGM agrees to consider such revised plans and estimates and to make a good faith determination whether and in what particulars to modify the existing reclamation plans for the Mine and the Tailings and whether to make adjustments in the approved estimates of the cost of reclaiming the Mine and the Tailings.

(C) Based upon such determination DOGM shall designate amounts which it deems sufficient to defray the costs of reclamation of the Mine and the Tailings, respectively. The amounts so designated are hereinafter referred to as the "Mine Reclamation Cost" and the "Tailings Reclamation Cost". The parties agree that the costs of reclamation of the Mine and the Tailings are currently estimated at $2,297,349.00 and $1,286,487.00, respectively. These amounts will not be increased except as required by DOGM regulations as a consequence of an increase in the area covered by the Permit or of an increase in the cost of future reclamation due to inflation.

3. The parties anticipate that SCA will provide the State of Utah with a bond or other security satisfactory to DOGM to cover the Tailings Reclamation Cost and that upon providing such security, the Permit, insofar as it covers the Tailings, will be transferred to SCA or a new permit will be issued to SCA covering the Tailings. Upon such transfer or issuance of a new permit, the obligation of SRS to reclaim the Tailings and to fund the Tailings Reclamation Cost shall cease. DOGM agrees that it will not allow SCA to conduct any operations on the Tailings until SCA shall have provided such security and the Permit shall have been transferred or reissued to SCA.

4. On or before the Effective Date, SRS and DOGM shall establish an account to be known as the Sunnyside Reclamation Account at a financial institution located in Utah (the "Depository") mutually acceptable to both parties. The purpose of the Sunnyside Reclamation Account (the "Account") shall be to provide a fund to secure to the State of Utah the reclamation of the Mine and the Tailings pursuant to the terms of the Permit. The Account shall be an interest-earning account and investment of funds deposited in the Account shall be directed by SRS. Deposits into the Account shall be made by SRS as provided in Sections 5 and 6 of this Agreement. The documents establishing the Account shall provide that withdrawals and distributions from the Account may be made only with the written approval of

both of the parties hereto. Approval for withdrawals and distributions shall be granted by the parties pursuant to the terms of sections 8 and 11 of this Agreement.

5. On the Effective Date SRS shall deposit $250,000 in the Account. Thereafter, on or before the tenth day of each month until the Account is fully funded or until alternate security is accepted pursuant to Section 8 of this Agreement, SRS shall deposit the additional sum of $250,000 in the Account. The obligation of SRS to make such deposits is a firm obligation, which obligation is hereby unconditionally guaranteed by the undersigned Colorado Coal & Coke Co.

6. The Account shall be deemed fully funded when the amount deposited therein plus the accrued earnings thereon equals either (i) the Mine Reclamation Cost, if SCA provides the security and receives a transferred permit or new permit as contemplated in Section 3 above, or (ii) the total of the Mine Reclamation Cost and the Tailings Reclamation Cost, if SCA does not provide the security and receive a transferred or new permit.

7. If all of the provisions of this Agreement have been complied with on the Effective Date then, in the ordinary course of its business following the Effective Date, DOGM shall cause the Permit to be transferred to SRS. SRS shall have the right, commencing on the Effective Date and pending the completion of such transfer, to conduct mining, reclamation and all necessary related activities and operations in and upon the Mine and the Tailings pursuant to the Permit.

8. SRS may submit to DOGM at any time during the term of this Agreement a corporate surety bond, irrevocable letter of credit or other similar security to secure its obligation to the State of Utah to reclaim pursuant to the Permit. DOGM shall accept such alternate security provided it meets generally applicable statutory and regulatory requirements, provided, however, that DOGM shall not be required to accept a self-bond from SRS. Upon acceptance of such alternate security by the State of Utah, SRS shall be entitled to distribution of all funds then being held in the Account and DOGM shall promptly execute all documentation required by the Depository to effect such distribution. Upon such distribution the Account shall be closed.

9. (A) To further secure to the State of Utah the reclamation of the Mine and the Tailings pursuant to the terms of the Permit, SRS shall, on the Effective Date, deliver to DOGM (i) a deed of trust for the benefit of the State of Utah covering the water rights and undisturbed real property acquired by SRS from Coal pursuant to the Acquisition Agreement, and (ii) a chattel mortgage or other security agreement granting the State of Utah a security interest in the fixtures, buildings, equipment and other personal property acquired by SRS from Coal

pursuant to the Acquisition Agreement. The State of Utah shall have a lien pursuant to said deed of trust and chattel mortgage to the extent that the Mine Reclamation Cost and the Tailings Reclamation Cost, or the Mine Reclamation Cost only if the Permit insofar as it covers the Tailings has been transferred or reissued to SCA, are not covered and secured to the State of Utah by the Account or alternate security provided pursuant to Section 8 hereof.

(B) SRS shall have the right to sell and dispose of items of equipment and personal property covered by the Chattel Mortgage or other security agreement granted to the State of Utah pursuant to subsection 9(A). The proceeds of any such sale shall be deposited by SRS in the Account. The sale proceeds so deposited shall apply towards full funding of the Account. The proceeds so deposited shall be in addition to and shall not apply to reduce the amount ($250,000) to be deposited each month pursuant to Section 5 of this Agreement.

10. On the Effective Date DOGM shall deliver to Coal a fully executed Final Release and Discharge in the form of Exhibit A attached hereto and made a part hereof. DOGM or its representative may attend and make such delivery at the Closing to be held pursuant to the Acquisition Agreement or it may make other appropriate arrangements to effect such delivery.

11. (A) Upon successful completion and satisfaction of all or part of the reclamation obligations for which it is responsible under the terms of applicable law and the Permit, SRS may petition DOGM for a partial or total release of its obligations under this Agreement and of the security provided hereunder. Upon such petition, DOGM shall timely conduct an inspection to determine whether reclamation obligations have been successfully completed as set forth in the petition. If so, DOGM shall release SRS from part or all of its obligations under this Agreement and shall authorize and approve either appropriate withdrawals and distributions to SRS from the Account, or, if alternate security has been provided pursuant to Section 8 hereof, appropriate reductions in the amounts of such security.

(B) (i) In the event SRS is unable to successfully complete all or any part of the reclamation obligations for which it is responsible under the terms of applicable law and the Permit then, following compliance by DOGM with its then effective regulations, if any, concerning notice to a permittee of conditions under which forfeiture may be avoided, DOGM shall be entitled to withdrawal and distribution from the Account of an amount equal to the estimated total cost of completing those reclamation obligations which SRS has failed to perform.

(ii) Upon DOGM becoming entitled to a withdrawal and distribution pursuant to the terms of subsection 11(B)(i), SRS shall promptly execute and deliver to the Depository

appropriate written evidence of its approval and authorization for such withdrawal.

(iii) If DOGM shall have complied with subsection 11(B)(i) above and if SRS shall fail to execute and deliver the evidence of approval and authorization required by subsection 11(B)(ii), DOGM shall nevertheless be entitled to withdrawal and distribution of the amount required to complete such reclamation obligation. In such event, DOGM may represent to the Depository that it is entitled to withdraw such amount and the Depository shall be entitled to rely on such representation and disburse such amount to DOGM notwithstanding the failure of SRS to execute evidence of its approval and authorization of such withdrawal.

(iv) SRS expressly agrees that the Depository shall not be liable for any disbursement made by it in good faith reliance upon a representation delivered to it by DOGM pursuant to subsection 11(B)(iii) of this Agreement.

12. All petitions, notices or other communications given to SRS or DOGM in accordance with the provisions of this Agreement shall be deemed to have been given or made when received in writing, addressed, if to DOGM, at its address at 124 State Capitol Building, Salt Lake City, Utah 84114, Attention: Barbara W. Roberts, Esq., and if to SRS, at its address at 2033 11th Street, Boulder, Colorado, 80302, Attention: David B. Corman.

13. This Agreement shall be a contract made under and governed by the laws of the State of Utah.

14. This Agreement shall terminate on the date on which DOGM has determined that all reclamation obligations for which SRS is responsible under the terms of the Permit and this Agreement have been satisfied.

15. During the term of this Agreement SRS shall maintain public liability insurance as required by DOGM rules.

IN WITNESS WHEREOF, the parties hereto, by their duly authorized officers, have executed this Agreement as of the day and year written in the Preamble above.

THE UTAH DIVISION OF OIL, GAS & MINING

By: Dianne R. Nielson

Dianne R. Nielson
Director

SUNNYSIDE RECLAMATION &
SALVAGE, INC.

By: David B. Gurman

~~Kenneth L. Ball~~
~~President~~

Vice President, SRS Inc.

The undersigned, Colorado Coal & Coke Co., a Colorado corporation, hereby unconditionally guarantees the obligation of Sunnyside Reclamation & Salvage, Inc. to make the deposits provided for in Section 5 of this Agreement.

COLORADO COAL & COKE CO.

By: David B. Corman

David B. Corman
Vice President

FINAL RELEASE AND DISCHARGE

1. This memorandum is the integrated expression of a complete and final release and discharge by the Utah Division of Oil, Gas and Mining, an agency of the State of Utah within the Department of Natural Resources, acting for itself and its successors and assigns to the fullest extent authorized by law ("Releasor").

2. The intended beneficiaries of this final release and dischage (herein referred to as the "Release") are Kaiser Coal Corporation, Kaiser Coal Corporation of Sunnyside, Kaiser Coal Corporation of Utah, and Kaiser Steel Corporation, together with, for each, all officials, officers, directors, agents, employees, attorneys, personal representatives, heirs, executors, administrators, subsidiaries, successors and assigns of each of them (collectively referred to as the "Debtors").

3. Releasor acknowledges the receipt of sufficient consideration for this Release, which consideration includes the settlement of all Claims (as defined herein) between Releasor and the Debtors.

4. The matters encompassed by this Release are claims, actions, suits, causes of action, accounts, judgments, agreements, promises, executions, debts, damages, demands, rights, obligations, liabilities, and controversies of every nature and description, in law or in equity, whether known or unknown, mature or contingent, direct or indirect, pleaded or unpleaded, suspected or unsuspected, arising from reclamation liability in conjunction with the operation of the Debtors'

Sunnyside mine under permanent program permit No. ACT/007/007, including, but not limited to, liability arising under the Surface Mining Control and Reclamation Act of 1977, 30 U.S.C. § 1201 et seq., respectively, Utah Code Annotated (1953, as amended), and any federal or state regulations promulgated to implement said acts (herein collectively referred to as the "Claims"), from the beginning of time to the date of this Release.

5. Releasor acknowledges that it may hereafter discover facts in addition to or different from those which it now knows or believes to be true with respect to the matters encompassed by this Release and discharge, but that it is the intention of Releasor to, and it does hereby, generally, fully, finally and forever settle, release and discharge all Claims which now exist, may exist or may hereafter be claimed to exist, within the scope of this Release. In furtherance of such intention, Releasor acknowledges that the Release herein given shall be and remain in effect as a full, final and complete release and discharge of all matters encompassed herein notwithstanding the discovery or existence of any such additional or different facts.

6. This Release may not be changed orally and can be changed only by the written agreement of duly authorized representatives of each of the Debtors.

7. Nothing in this Release, whether express or implied, shall confer any rights or remedies under or by reason of this Release on any person, group or entity other than the Debtors.

8. This Release is governed by the law of the State of Utah, without regard to the conflicts of law rules of such state.

9. The person executing this Release represents and warrants that he or she is a duly authorized representative of the named undersigned party, and has authority to execute this Release on behalf of that named undersigned party.

Dated: March 9, 1989.

DAVID L. WILKINSON
Utah Attorney General

By: Barbara W. Roberts
Barbara W. Roberts
Assistant Attorney General
236 State Capitol
Salt Lake City, Utah 84114

File ACT/007/007 #4
Copy to PAM

ZIONS
FIRST NATIONAL BANK

June 6, 1990

Please respond to:

TRUST DEPARTMENT
P. O. Box 30880
Salt Lake City, Utah 84130-0880
(801) 524-2132
(801) 533-0464 Telecopier

David Van Wagoner
Trust Officer

Mr. Jeffrey L. Vigil
Sunnyside Reclamation & Salvage, Inc.
1113 Spruce Street
Boulder, Colorado 80302

re: Sunnyside Reclamation & Salvage, Inc.
Division of Oil, Gas, and Mining
Account #8222640

Dear Mr. Vigil:

We are pleased to establish the above escrow as an account in our Trust Department. Enclosed is the executed copy of the agreement for your files.

After the CD matures, the agreement calls for the funds to be held in a Money Market account with the interest to be paid to Sunnyside as it is collected by the Escrow Agent. Therefore, we will make interest disbursements to your address on a monthly basis starting in September 1990. Also quarterly statements will be sent to you and Pam Grubaugh-Littig at DOGM.

Enclosed as well is the Escrow Agent's fee billing for the first year.

If you have any questions about any of these items, please let me know.

Sincerely,

DV

enclosures

cc: T. Coleman, ZFNB
P. Grubaugh-Littig, DOGM ✓

RECEIVED
JUN 08 1990
DIVISION OF
OIL, GAS & MINING

ASSIGNMENT OF CERTIFICATE OF DEPOSIT
AND DEPOSITED MONEY AS COLLATERAL SECURITY

THIS AGREEMENT is made this 30th day of March, 1990, by and among the **UTAH DIVISION OF OIL, GAS & MINING** ("DOGM"); **SUNNYSIDE RECLAMATION & SALVAGE, INC.**, a Colorado corporation, with its principal place of business at 1113 Spruce Street, Boulder, Colorado 80302 ("Operator"); and **ZIONS FIRST NATIONAL BANK**, a National Banking Association authorized to do business in the State of Utah, with its principal place of business at Salt Lake City, Utah 84125 ("Bank").

WHEREAS, Operator desires to assign and pledge the following Certificate of Deposit issued by Bank in the amount indicated (the "CD"):

CD No.	Issuance Date	Dollar Amount	Interest	Maturity Date
Zions First National Bank #	18184	$78,051.37	7.95%	8/27/90

to DOGM and the Office of Surface Mining Reclamation and Enforcement ("OSM"), as collateral security pursuant to Section 7 of the certain Agreement and Release of Reclamation Contract between DOGM and Operator dated August 28, 1989 (the "Agreement"); and

WHEREAS, Bank desires to act as the custodian for the benefit of DOGM and OSM of the money represented by the CD and subject to the terms and conditions contained herein; and

WHEREAS, Bank agrees to hold the money represented by the CD in trust for DOGM and OSM.

NOW, THEREFORE, the parties hereto, intending to be legally bound hereby, agree as follows:

1. Assignment and Pledge. Operator assigns and pledges the CD, any renewals thereof and the deposited money upon which the CD was issued, to DOGM and OSM as collateral security as provided in Section 7 of the Agreement.

2. Operator Authorization to DOGM. Subject to the provisions of Section 5 hereof, Operator hereby authorizes DOGM or OSM to withdraw any portion or all of the money on deposit with Bank pursuant to the CD, at any time and from time to time, to defray environmental control and maintenance costs incurred by DOGM or OSM upon and following a default by Operator in the performance of its reclamation obligations under Permit No. ACT/007/007, Sunnyside Mine, Carbon County, Utah.

3. Operator Authorization to Bank. Operator hereby authorizes Bank, upon written demand by DOGM or OSM, to pay to DOGM or OSM, as is applicable, any portion or all of the money

RECEIVED
JUN 07 1990

on deposit with Bank pursuant to the CD, at any time and from time to time, without further notice to, consent of or endorsement by Operator.

4. Extent of DOGM and OSM Rights in the CD and the Deposited Money. Operator does hereby agree, represent and warrant that, except as assigned and pledged herein; the CD and the money thereby represented are assigned and pledged herewith free and clear of any and all liens, encumbrances, pledges, restrictions, security interests and agreements, and will not be sold, assigned, transferred, pledged or promised as a security interest in any manner whatsoever without written consent of DOGM.

5. Bank Fiduciary Responsibilities. Bank hereby acknowledges the assignment and pledge of the CD to DOGM and OSM and agrees to record the assignment upon the backs of the CD and upon the books of Bank. Further, Bank acknowledges and agrees that it shall hold the moneys represented by the CD as a fiduciary custodian and agent for DOGM and OSM and shall be liable to DOGM and OSM for any and all losses to the principal amount of the CD caused in any manner whatsoever during the term of this Assignment. No withdrawal will be permitted prior to the maturity date of the existing CD (August 27, 1990). On August 27, 1990, the deposited money upon which the CD was issued will be automatically transferred by the Bank to a Bank Money Market Account so that withdrawals may thereafter be made by DOGM or OSM, as is applicable, at any time without penalty.

6. Bank Waiver of Setoff and Lien Rights. Bank hereby waives, for the duration of this Assignment, all rights of setoff or liens or any other claims which it now has or might, in the future, have against the CD, the deposited money upon which the CD was issued, and the deposited money standing in the Bank Money Market Account. Any conditions pertaining to the CD to the contrary are hereby expressly rescinded.

7. Bank's Obligation to Hold Deposited Money. Bank hereby agrees to hold the deposited money in the Bank Money Market Account until DOGM releases the Operator in writing from its obligations under the Agreement.

8. Interest. Bank agrees to collect, from time to time, all interest on the CD and the deposited money standing in the Bank Money Market Account and pay the same, when and as collected, as agent for DOGM and OSM, to Operator.

9. Delay in Enforcement of Rights. Bank and Operator agree that any delay by DOGM or OSM in enforcing its rights to the CD or the deposited money standing in the Bank Money Market Account pursuant to the Agreement shall not affect DOGM's or OSM's rights in the CD or the deposited money.

10. Termination of Assignment. This Assignment shall terminate upon written release by DOGM.

11. Amendment. This Assignment may be amended only by written instrument signed by DOGM.

12. Governing Law. This Assignment is made in, and shall be governed by and construed in accordance with the laws of, the State of Utah.

13. Headings. The paragraph headings herein are for descriptive purposes only and are intended to have no legal force or effect.

IN WITNESS WHEREOF, the parties hereto have set their hands and seals, intending to legally bind themselves, their heirs, executors, administrators, successors, or assigns, the day and year first written above.

SUNNYSIDE RECLAMATION & SALVAGE, INC.

ATTEST:

By: _____
Kenneth R. Oldham
Assistant Secretary

By: James T. Cooper
James T. Cooper, President

ZIONS FIRST NATIONAL BANK

By: _____
Vice President

UTAH DIVISION OF OIL, GAS & MINING

By: _____
Director 5/25/90

040290

COUNTY OF CARBON) ss
FILED AND RECORDED FOR

MAR 10 2 09 PM '89

BOOK 287 OF RECORDS
PAGE 52-95
ANN B. O'BRIEN
COUNTY RECORDER

RECEIVED
APR 17 1989
DIVISION OF
OIL, GAS & MINING

DEED AND ASSIGNMENT

THIS DEED AND ASSIGNMENT (hereinafter "Deed") made and entered into as of the 9 day of March, 1989 by and between KAISER COAL CORPORATION, KAISER COAL CORPORATION OF UTAH and KAISER COAL CORPORATION OF SUNNYSIDE (collectively "Kaiser"), and KAISER FUEL CORORATION, all Delaware corporations with principal offices at P.O. Box 10, Sunnyside, Utah 84539 ("Grantor"), and SUNNYSIDE RECLAMATION & SALVAGE, INC., a Colorado corporation authorized to do business in the State of Utah ("Grantee").

STATE OF UTAH
COUNTY OF EMERY SS
FILED AND RECORDED FOR
'89 MAR 10 PM 4 23
BOOK 176
PAGE 536-576
COUNTY RECORDER

RECITALS:

A. Kaiser is debtor in possession in jointly administered bankruptcy proceedings designated as Case No. 87B-01552-E pending before the United States Bankruptcy Court for the District of Colorado ("Bankruptcy Court").

B. Grantor is the owner of the Sunnyside Coal Mines 1, 2, 3, the North Lease property and associated real property, coal mining leases, gob, tailings, waste coal (whether characterized as real property or personal property), water rights, real property leases, licenses, servitudes, easements, rights-of-way and royalty interests located in Carbon and Emery Counties, Utah, more particularly described in Exhibit "A" attached hereto and made a part hereof (hereinafter referred to as the "Coal Properties"); certain real property in and around Sunnyside, Utah, including but not limited to those properties described in Exhibit "A", attached hereto and made a part hereof

(hereinafter the Town of Sunnyside Property); and environmental permits associated with the Coal Properties described on Exhibit "B", attached hereto and made a part hereof.

C. Grantee desires to purchase all right, title and interest of Grantor in and to the Coal Properties and related assets.

D. By Order dated February 27, 1989, the Bankruptcy Court approved sale of the Coal Properties and related assets to Grantor.

NOW, THEREFORE, for and in consideration of the sum of TEN DOLLARS ($10.00), cash in hand paid to Grantor and other good and valuable consideration, the receipt and sufficiency of which is acknowledged, Grantor hereby grants, sells, assigns, sets over, transfers, quitclaims and conveys to Grantee, its successors and assigns, without warranty, the following:

COAL PROPERTIES

All of Grantor's interest in the Sunnyside Coal Mines 1, 2 and 3; the North Lease Property and associated real property, coal mining leases, gob, tailings, waste coal (whether characterized as real property or personal property), water rights, real property leases, licenses and servitudes, easements, rights-of-way and royalty interests located in Carbon County and Emery County, Utah, more particularly described in Exhibit "A" attached hereto and made a part hereof.

TOWN OF SUNNYSIDE PROPERTY

All of Grantor's interest in real property in and around Sunnyside, Utah, including but not limited to those properties described in Exhibit "A."

PERMITS

Grantor's interest in all environmental permits associated with the Coal Properties, as more particularly described in the attached Exhibit "B", subject to approval of the local, state and federal government to transfer if such approval is required.

The officers who sign this Deed hereby certify that this Deed and the transfer represented thereby was duly authorized under a resolution duly adopted by the board of directors of the Grantor at a lawful meeting duly held and attended by a quorum.

IN WITNESS WHEREOF, the Grantor has caused its corporate name and seal to be affixed by its duly authorized officers this 9 day of March, 1989.

KAISER COAL CORPORATION

BY C A Bradford
ITS President

KAISER COAL CORPORATION OF UTAH

BY C A Bradford
ITS Vice President

KAISER COAL CORPORATION OF SUNNYSIDE

BY C A Bradford
ITS Vice President

KAISER FUEL CORPORATION

BY C A Bradford
ITS Vice President

STATE OF Colorado)
City: : ss.
COUNTY OF Denver)

On this 9th day of March, 1989, personally appeared before me Claude A. Stafford, whose identity is personally known to or proved to me on the basis of satisfactory evidence, and who, being by me duly sworn, did say that he/~~she~~ is the President of KAISER COAL CORPORATION, and that said document was signed by him/~~her~~ in behalf of said corporation by authority of its bylaws, and said President acknowledged to me that said corporation executed the same.

Betty J. Ellis
Notary Public
Residing at Denver, Colorado

My Commission Expires:

My Commission Expires Oct. 12, 1991

STATE OF Colorado)
City: : ss.
COUNTY OF Denver)

On this 9th day of March, 1989, personally appeared before me Claude A. Stafford, whose identity is personally known to or proved to me on the basis of satisfactory evidence, and who, being by me duly sworn, did say that he/~~she~~ is the Vice President of KAISER COAL CORPORATION OF UTAH, and that said document was signed by him/her in behalf of said corporation by authority of its bylaws, and said Vice President acknowledged to me that said corporation executed the same.

Betty J. Ellis
Notary Public
Residing at Denver, Colorado

My Commission Expires:

My Commission Expires Oct. 12, 1991

STATE OF Colorado)
City: : ss.
COUNTY OF Denver)

On this 9th day of March, 1989, personally appeared before me Claude A. Shadford, whose identity is personally known to or proved to me on the basis of satisfactory evidence, and who, being by me duly sworn, did say that he/~~she~~ is the vice president of KAISER COAL CORPORATION OF SUNNYSIDE, and that said document was signed by him/~~her~~ in behalf of said corporation by authority of its bylaws, and said vice president acknowledged to me that said corporation executed the same.

Betty J. Ellis
Notary Public
Residing at Denver, Colorado

My Commission Expires:
My Commission Expires Oct. 12, 1991

STATE OF Colorado)
City: : ss.
COUNTY OF Denver)

On this 9th day of March, 1989, personally appeared before me Claude A. Shadford, whose identity is personally known to or proved to me on the basis of satisfactory evidence, and who, being by me duly sworn, did say that he/~~she~~ is the vice president of KAISER FUEL CORPORATION, and that said document was signed by him/~~her~~ in behalf of said corporation by authority of its bylaws, and said vice president acknowledged to me that said corporation executed the same.

Betty J. Ellis
Notary Public
Residing at Denver, Colorado

My Commission Expires:
My Commission Expires Oct. 12, 1991

DAD:022189A

EXHIBIT A

1. **REAL PROPERTY**

Township 13 South, Range 13, East SLBM.

Section 31: NE1/4SE1/4,
EXCEPTING therefrom all oil, gas and other minerals.

Section 36: All,
EXCEPTING therefrom all coal and other minerals.

Township 14 South, Range 13 East, SLBM.

Section 1: NE1/4NE1/4 (Lot 1),
EXCEPTING therefrom all coal and other minerals.

Section 2: All,
EXCEPTING therefrom all coal and other minerals.

Section 12: All,
EXCEPTING therefrom all coal and other minerals.

Township 14 South, Range 14 East, SLBM.

Section 6: Lots 1, 2, 3, 4, 5 and 7; S1/2NE1/4; SE1/4NW1/4; SE1/4SE1/4; W1/2SE1/4; SE1/4SW1/4.

Section 7: Lots 1 and 2; E1/2NW1/4; SW1/4NE1/4; SE1/4SE1/4; W1/2SE1/4; E1/2SW1/4.

Section 8: SE1/4SE1/4,
EXCEPTING therefrom all coal and other minerals.

Section 9: W1/2; W1/2E1/2; E1/2SE1/4; SE1/4NE1/4,
EXCEPTING therefrom all coal and other minerals.

Section 17: NE1/4; SE1/4NW1/4; S1/2SE1/4.
SW1/4, less the surface only of the following described portion thereof:

BEGINNING at a point on the West Right-of-Way line of an existing roadway in Whitmore Canyon, said point being 872.20 feet East and 755.80 feet North from the Southwest Corner of said Section 17, and running thence S 80°00' W 240.00 feet; thence N 15°20' W 147.96 feet; thence N 11° 00' E 200.55 feet; thence N 74°40; E 150.00 feet; thence S 15° 20; E along

said road Right-of-Way line 350.00 feet to the point of beginning.

Section 18:	Lots 2, 3 and 4; E1/2SW1/4; E1/2.
Section 19:	All.
Section 20:	All.
Section 21:	E1/2, EXCEPTING therefrom all coal. W1/2.
Section 22:	All, EXCEPTING therefrom all coal.
Section 23:	W1/2; SE1/4; SW1/4NE1/4, EXCEPTING therefrom all coal. N1/2NE1/4; SE1/4NE1/4.
Section 24:	E1/2NE1/4, EXCEPTING therefrom all coal, petroleum, gas nitrogen and phosphate. SW1/4NW1/4; E1/2SE1/4, EXCEPTING therefrom all coal. NW1/4NW1/4; E1/2NW1/4; SW1/4NE1/4; W1/2SE1/4; E1/2SW1/4; SW1/4SW1/4.
Section 25:	W1/2NE1/4; NE1/4NW1/4; S1/2NW1/4; W1/2SE1/4; SW1/4, EXCEPTING therefrom all coal. E1/2NE1/4; E1/2SE1/4,
Section 26:	All, EXCEPTING therefrom all coal.
Section 27:	All, EXCEPTING therefrom all coal.
Section 28:	All.
Section 29:	All.
Section 30:	SE1/4NW1/4: NE1/4SE1/4; S1/2SE1/4, EXCEPTING therefrom all coal. NE1/4; NE1/4NW1/4; NW1/4SE1/4.
Section 31:	NW1/4NE1/4, EXCEPTING therefrom all coal. Lot 4, LESS the portion thereof within Ridgeway Subdivision; NE1/4NE1/4; S1/2NE1/4; SE1/4; SE1/4SW1/4.
Section 32:	All.
Section 33:	All.
Section 34:	E1/2, EXCEPTING therefrom all coal. W1/2.
Section 35:	All, EXCEPTING therefrom all coal.
Section 36:	W1/2; S1/2NE1/4; W1/2SE1/4, EXCEPTING therefrom all coal. N1/2NE1/4; E1/2SE1/4.

Township 14 South, Range 15 EAST, SLBM.

Section 19: W1/2SW1/4; SE1/4SW1/4.
Section 30: W1/2.
Section 31: NW1/4SW1/4,
EXCEPTING therefrom all coal and other minerals.
NW1/4.

Township 15 South, Range 13 East, SLBM.

Section 1: Lot 3; Lot 1, LESS the portion thereof within Ridgeway Subdivision; SW1/4NE1/4, LESS the following described portion thereof:

Beginning at the center of Section 1 and running thence N 0°15' W 266 feet; N 89°01' E 164 feet; S 0°15' E 266 feet; S 89°01' W 164 feet to beginning:

EXCEPTING therefrom all oil, gas and minerals.

Beginning at a point 516.4 feet S 89°01'W of the E1/4 corner of Section 1; thence S 0°59' E 102.6 feet; thence S 89°01' W 75 feet along the N r/w of Denver Avenue; thence N 0°59' W 102.6 feet; thence N 89°01' E 75 feet to point of beginning.

Section 2: N1/2, LESS the D&RGWRR right of way,
EXCEPTING therefrom all coal and other minerals.

Beginning at a point 435.60 feet West of the SE corner of the SW1/4 and running thence N 100 feet; W 16 feet; N 417.50 feet; E 451 feet; N 556.50 feet; W 346 feet; N 246 feet; W 974 feet; S 1320 feet; E 884.40 feet to beginning; NW1/4SE1/4, LESS that parcel beginning at a point 160 feet N of the SW corner of the NW1/4SE1/4 and running thence N 150 feet; E 150 feet; S 150 feet; W 150 feet to beginning.

Section 3: E1/2NE1/4; NE1/4SE1/4; SW1/4SE1/4,
EXCEPTING therefrom an undivided 15/16 interest in all oil, gas and minerals.

Section 10: N1/2NW1/4; Those portions of the W1/2NE1/4 and SE1/4NW1/4 lying N of the State Highway right of way; E1/2NE1/4, LESS the State Highway right of way and the following 3 parcels:

Beginning at a point which is 58 feet W and 867 feet S of the NE corner of Section 10, T15S, R13E, SLBM; thence running W along the State Highway r/w 208.7 feet; thence N 208.7 feet; thence E 208.7 feet; thence S 208.7 feet, more or less, to point of beginning. This description is tied to the resurvey made by the United States Land Office Engineers in 1942:

Commencing on the N boundary of Utah State Highway No. 123, 58 feet W and 867 feet S from the NE corner of Section 10, T15S, R13E, SLBM; thence N 458.70 feet; thence E 417.78 feet; thence S 376.86 feet to said highway boundary; thence S 78°55' W 425.72 feet along said highway boundary to beginning;

Commencing on the N boundary of Utah State Highway No 123, 266.70 feet W and 906 feet S from the NE corner of Section 10, T15S, R13E, SLBM; thence S 80°24' W along said highway boundary 423.71 feet; thence N 453.09 feet; thence E 417.78 feet; thence S 382.47 feet to beginning,

EXCEPTING therefrom an undivided 15/16 interest in all oil, gas and minerals.

All minerals lying below a depth of more than 500 feet below the surface of the following described tract:

Beginning at the SW corner of the SE1/4NW1/4 of Section 10, said point being E along the quarter section line 1334 feet, more or less, from the W1/4 corner of said Section 10 and running thence E along the quarter section line 2668 feet, more or less, to the SE corner of the SW1/4NE1/4 of said Section 10; thence along the E line of the SW1/4NE1/4 of said Section 10, N 1207 feet, more or less, to the southerly right of way line of U. S. Highway 123;

thence S 80°13' W along said southerly line 2707 feet, more or less, to the W line of the SE1/4NW1/4 of said Section 10; thence along said W line S 747 feet, more or less, to the point of beginning.

Section 11: W1/2NW1/4, NW1/4SW1/4, LESS the State Highway right of way and the D&RGWRR right of way. Also, LESS that parcel beginning on the N boundary of Utah State Highway at a point 58 feet W and 867 feet S from the NE Corner of Section 10; thence N 458.70 feet; E 417.78 feet; S 376.86 feet to said highway boundary; thence S 78°55' W 425.72 feet along said highway boundary to beginning. ALSO, LESS that parcel beginning at a point S 58°47' W 1420.46 feet from the quarter corner common to Sections 2 and 11 in T15S, R13E, SLBM; thence N 23°25' W 147.58 feet; S 58°47' W 148.96 feet; S 23°25' E 147.57 feet; N 58°47' E 148.96 feet to beginning,
EXCEPTING therefrom an undivided 15/16 interest in all oil, gas and minerals.

Township 15 South, Range 14 East, SLBM,

Section 1: Lots 3 and 4; SW1/4NE1/4; SW1/4SW1/4,
EXCEPTING therefrom all coal.
Lots 1 and 2; SE1/4NE1/4; E1/2SE1/4.

Section 2: All,
EXCEPTING therefrom all coal.

Section 3: E1/2,
EXCEPTING therefrom all coal.
W1/2.

Section 4: All.

Section 5: All,
EXCEPTING therefrom the portion thereof which is within Sunnyside No. 1 Plat and State Highway No. 123.

Section 6: Lots 1, 2, 3, 4, 5 and 7: S1/2NE1/4: SE1/4NW1/4; SE1/4; E1/2SW1/4

EXCEPTING therefrom the following described portions thereof labelled (a) through (j):

a) The following Subdivisions:
Sunnyside Subdivision - Plat "A.
Sunnyside Subdivision - Plat "A" (Revised).
Sunnyside Subdivision - Plat "B"
Sunnyside Subdivision - Plat "C".
Sunnyside No. 1 Plat.
Sunnyside No. 2 Plat.

Sunnyside No. 2 Plat (Revised).
Ridgeway Subdivision.

b) Beginning at the SW Corner of Lot 19, Block 7, SUNNYDALE, Amended Plat, according to the official plat thereof, and running thence N 1°08' W 100 feet to the NW corner of said Lot 19; thence 50.0 feet in an E'ly direction along the arc of a curve to the right whose radius is 377.18 feet; thence N 360.0 feet; thence W 770.0 feet; thence S 540.77 feet; thence E 399.53 feet to the NE corner of Lot 26, Block 4, SUNNYDALE; thence S 48°32'55" E 100.0 feet to the SE corner of said Lot 26; thence 49.38 feet in an E'ly direction along the arc of a curve to the left whose radius is 615.00 feet; thence 251.69 feet in an E'ly direction along the arc of a curve to the right whose radius is 277.18 feet (which curve is the N side of Edgehill Drive) to the point of beginning (Carbon County School District).

c) Beginning at a point 2222 feet S and 1214 feet W of the NE corner of said Section 6, said point also lying on the S'ly r/w line of State Highway 123, and running thence S 18°00' E 59 feet; thence S 72°00' W 84 feet; thence N 18°00' W 50 feet to said highway r/w line; thence N 72°00' E along said r/w 84 feet to the point of beginning.

d) Beginning at a point on the W line of said SW1/4NW1/4 of said Section 6, 261 feet N of the SW corner thereof, which point is the SE corner of that certain tract conveyed to Carbon County School District by Deed from Kaiser Steel Corporation dated November 8, 1957, and filed for record November 15, 1957, in the office of the Recorder of Carbon County and of record in Book 51 at pages 55, et seq., Official Records of said county, running thence along the E line of said tract N 3°31' W 331.3 feet to the true point of beginning of the tract herein conveyed, which point is also the SW corner of this tract; thence continuing along the E line of the aforementioned school tract N 3°31' W 157.2 feet; thence N 72°35' E 222.5 feet, more

or less, to a point on the W'ly boundary line of an existing road known as Valley View; thence along the W'ly boundary of said existing road S 18°07' E 150 feet; thence S 72°35' W 271.4 feet, more or less, to the point of beginning, containing 0.85 acres, more or less. (Church of Jesus Christ of Latter-day Saints).

e) Utah State Highway No 123.

f) Beginning at a point which is South 2605.18 feet and West 1102.67 feet of the Northeast corner of Section 6, Township 15 South, Range 14 East, Salt Lake Base and Meridian; thence S 71°14' W 150.00 feet; thence S 18°46' E 150.00 feet; thence N 71°14' E 150.00 feet; thence N 18°46' W 150.00 feet to the point of beginning.

g) Beginning at the East one quarter corner of Section 6, Township 15 South, Range 14 East, Salt Lake Base and Meridian and running thence S 0°13'39" W, 1818.48 feet along the east section line of Section 6 to the south right of way line of an existing railroad track; thence northwesterly along a curve to the right with a radius of 450.00 feet, through an angle of 83°37'47", for a distance of 656.83 feet having a chord that bears N 40°27'18" W, 600.05 feet; thence N 1°21'36" E, 68.00 feet along the westerly right of way line of an existing railroad track; thence S 57°11'02" W, 338.86 feet to an existing 5/8 inch rebar; thence S 66°15'45" W, 220.17 feet to an existing 5/8 inch rebar; thence S 86°11'30" W, 261.34 feet to a metal fence post; thence N 4°41'13" W, 264.09 feet to a roof bolt on the west side of a gate in a fence line; thence N 10°54'48" W, 189.49 feet to a metal fence post; thence N 0°39'10" W, 254.39 feet to a metal fence post; thence N 10°09'48" W, 315.48 feet to a metal fence post; thence N 6°32'57" W, 232.70 feet to a roof bolt in an existing fence line; thence N 6°32'57" W, 65.24 feet to the south right of way line of a Denver and Rio Grande Railroad as described in a certain deed

dated July 29, 1912; thence N 71°27'00" E, 1209.07 feet along the south line of a 50 foot wide right of way for the Denver and Rio Grande Railroad; thence northeasterly along a curve to the left with a radius of 979.93 feet, through an angle of 9°19'48", for a distance of 159.57 feet, having a chord that bears N 66°47'06: E, 159.40 feet to the east line of said Section 6; thence S 0° 13'39" W, 174.12 feet along the east line of Section 6, to the point of beginning; and

h) Beginning at the southeast corner of Section 6, Township 15 South, Range 14 East, Salt Lake Base and Meridian which is a brass cap; and running thence N 89° 57'59" W, 2646.97 feet along the south line of said Section 6 to the south one-quarter corner of said Section 6; thence S 89°27'59" W, 1321.87 feet along the south line of said Section 6 to the southwest corner of the SE1/4SW1/4 of said Section 6; thence N 59°40'32" E, 666.58 feet to a metal fence post; thence N 44°13'50" E, 430.53 feet to a roof bolt; thence N 59°09'24" E, 167.86 feet to a metal fence post; thence N 63°51'14" E, 188.19 feet to a metal fence post; thence N 60° 15'43" E, 335.60 feet to a metal fence post; thence N 21°00'31" W, 34.15 feet to an east brace post in a barbed wire fence; thence N 81°18'59" E, 1270.98 feet along an existing fence line to a roof bolt; thence N 36°40'17" E, 152.88 feet along a fence line to a roof bolt; thence S 4°41'13" E, 264.09 feet to a metal fence post; thence N 86°11'30" E, 261.34 feet to an existing 5/8 inch rebar; thence N 66°15'45" E, 220.17 feet to an existing rebar; thence N 57°11'02" E, 338.86 feet to the west right of way line of an existing railroad right of way; thence S 1°21'36" W, 68.00 feet along the westerly right of way line of an existing railroad track; thence southeasterly along a curve to the left with a radius of 450.00 feet, through an angle of 83°37'47", for a distance of 656.83 feet having a chord that bears S 40°27'18" E, 600.05 feet to a point on the east line of said Section 6; thence

S 0°13'39" W, 818.01 feet along the section line to the point of beginning.

i) Beginning at the SW corner of the SE 1/4 SW 1/4 of Section 6, T15S, R14E, SLBM, which is a brass cap and running thence N 59 deg. 40'32" E 666.58 feet to a metal fence post; thence N 44 deg. 13'50" E 430.53 feet to a roof bolt; thence N 59 deg. 09'24" E 167.86 feet to a metal fence post; thence N 63 deg. 51'14" E 188.19 feet to a metal fence post; thence N 60 deg. 15"43" E 335.60 feet to a metal fence post; thence N 21 deg. 00'31" W 34.5 feet to an east brace post in a barbed wire fence; thence N 81 deg. 18'59" E 1270.98 feet along an existing fence line to a roof bolt; thence N 36 deg. 40'17" E 152.88 feet along a fence line to a roof bolt; thence N 10 deg. 54'48" W 189.49 feet to a metal fence post; thence N 0 deg. 39' 10" W 254.39 feet to a metal fence post; thence N 10 deg. 09'48" W 315.48 feet to a metal fence post; thence N 6 deg. 32'57" W 232.70 feet to a roof bolt in an existing fence line; thence N 6 deg. 32'57" W 65.24 feet to the south right of way line of a Denver and Rio Grande Railroad as described in a certain deed dated July 29, 1912; thence S 71 deg. 27'00" W 2811.72 feet along the south line of a 50 foot wide right of way for the Denver and Rio Grande Railroad; thense S 0 deg. 50'04" W 153.50 feet to the NW corner of the SE 1/4 SW1/4 of said Section 6; thence S 0 deg. 50'04" W 1326.02 feet along the west line of the SE 1/4 SW 1/4 of said Section 6 to the point of beginning;

j) Beginning at the West one quarter corner of Section 6, Township 15 south, Range 14 East, Salt Lake Base and Meridian; thence North 0°18'05" East for a distance of 262.68 feet, thence North 89°05'55" East for a distance of 75.0 feet, thence South 0°18'05" West for a distance of 262.68 feet, thence South 89°05'55" West for a distance of 75.0 feet to the beginning.

Also, beginning at the NE corner of Lot 6, and running thence S 50 feet; thence N 89° 57' W 133.7 feet; thence S 69°30' W 597.1 feet; thence S 46°37' W 800 feet, more or less, to the intersection with the range line between Ranges 13 East and 14 East; thence N 0°16' E along said range line 578 feet, more or less, to an intersection with the S'ly r/w line of Utah State Highway No. U-123, said point being on the arc of a 1096.3 feet radius curve to the right; thence NE'ly 754.3 feet around the arc of said curve and along said r/w to an intersection with the E-W quarter section line of said Section 6; thence S 89°57' E 613 feet, more or less, along said quarter section line to the point of beginning, and containing 8.2 acres, more or less.

All minerals lying below a depth of more than 500 feet below the surface of the following described tract:

Beginning at a point 2222 feet S and 1214 feet W of the NE corner of Section 6, said point also lying on the S'ly r/w line of State Highway 123, and running thence S 18° 00' E 59 feet; thence S 72°00' W 84 feet; thence N 18°00' W 50 feet to said highway r/w line; thence N 72°00' E along said r/w 84 feet to the point of beginning.

Section 7: All that land comprising an area of 181.34 acres, more or less, in Lots 1, 2, 3 and 4 and E1/2W1/2 and W1/2W1/2SE1/4 of said Section 7, lying E of the Carbon County Railroad r/w, the E'ly boundary of said Railroad r/w being 100.0 feet distant from the centerline of said r/w, more particularly described as follows:

Commencing at the intersection of the S line of Section 7, T15S, R14E, SLBM, and the E'ly r/w line of the Carbon County Railroad, said point being more or less S 89°59' E 2053.10 feet from the South Closing Corner between Section 7 and 18 on the Range line between Range 13 East and 14 East in T15S, SLBM, as established by the 1899 survey of the General Land Office; thence S 89°59' E 1233.70 feet to the SE corner of the W1/2W1/2SE1/4 of said Section 7; thence N 2640.0 feet, more or less, to the NE

corner of the W1/2W1/2SE1/4 of said Section 7; thence N 89°59′ W 660.0 feet, more or less, to the center of said Section 7; thence N along the quarter section line 2640.0 feet, more or less, to the N1/4 corner of said Section 7; thence along the section line S 89°27′ W as established by a Dependent Resurvey of the N boundary of said Section 7 by the General Land Office in 1942 a distance of 1860.02 feet, more or less, to a point of intersection of said section line and the E'ly r/w line of the Carbon County Railroad said point being located on the arc of a 673.7 feet radius curve right and 100.0 feet E'ly from the centerline of said railroad; thence following S'ly around the arc of said 673.7 feet radius curve 490.0 feet, more or less, to a point located 100.0 feet at right angles to the E'ly from station 107+05.9 of the Carbon County Railroad, said station being at P.T. of a 10° curve to the right; thence S 21°23′ W 245.4 feet along a line 100.0 feet from the parallel to the centerline of said railroad to a point at right angles from Station 109+51.4, said station being the P.C. of an 8° curve left; thence S'ly along and around the arc of a 616.8 feet radius curve 100.0 feet from and parallel to the centerline of said railroad 305.0 feet to a point located at right angles from Station 113+05.9 P.T. of said railroad centerline; thence S 6°57′ E 2782.6 feet along a line 100.0 feet from and parallel to the centerline of said railroad to a point at right angles from Station 140+88.2 said station being the P.C. of a 4° curve left; thence along and around the arc of a 1332.7 feet radius curve 100.0 feet from and parallel to the centerline of said railroad 896.81 feet to a point located at right angles from Station 150+50.7 P.T. of said railroad centerline; thence S 45°27′ E 982.76 feet along a line 100.0 feet from and parallel to the centerline of said railroad to a point at right angles from Station 160+33.66 of said railroad centerline and which point is a point of intersection of said section line between Sections 7 and 18

and the E'ly r/w line of said railroad, said point being the point of beginning.

LESS the following described portions thereof:

Lot 1; NE1/4NW1/4; N1/2S1/2NW1/4

Section 8: Lots 3 and 4,
EXCEPTING therefrom all coal and other minerals.
Lots 1 and 2; SE1/4NE1/4; NE1/4SE1/4; S1/2SE1/4.

Section 9: All.

Section 10: NE1/4,
EXCEPTING therefrom all coal.
NW1/4; S1/2.

Section 15: W1/2; N1/2NE1/4.

Section 16: All,
EXCEPTING therefrom the following described portion thereof:

Beginning at the SW corner of said Section 16, and running thence N 500 feet; thence E 900 feet; thence S 500 feet; thence W 900 feet to the point of beginning, containing 10.3 acres, more or less.

Section 17: E1/2NE1/4; NE1/4SE1/4.

Section 32: E1/2NE1/4; E1/2SE1/4; SW1/4SE1/4,
EXCEPTING therefrom all coal.

Township 15 South, Range 15 East, SLBM.

Section 6: W1/2; SW1/4SE1/4,
EXCEPTING therefrom all coal.

Section 7: E1/2NW1/4; NW1/4NE1/4; S1/2NE1/4; N1/2SE1/4; SE1/4SE1/4,
EXCEPTING therefrom all coal.

Section 8: SW1/4SW1/4,
EXCEPTING therefrom all coal.

Section 17: W1/2NW1//4; SE1/4NW1/4; SW1/4,
EXCEPTING therefrom all coal.

Section 18: NE1/4/NE1/4,
EXCEPTING therefrom all coal.

Section 20: E1/2/NW1/4; NW1/NW1/4; NW1/4SE1/4; E1/2SW1/4,
EXCEPTING therefrom all coal.

Section 29: E1/2SE1/4; NW1/4SE1/4,
EXCEPTING therefrom all coal.

Township 15 South, Range 14 East, SLBM,

Sunnyside Subdivision - Plat "A":

Block 3: Lots 5, 6, 10, 13, 20, 21, 23, 30 and 32.

Sunnyside Subdivision - Plat "B":

Block 4: Lots 1, 10.
Block 5: Lots 2, 4, 5, 43, 46, 49, 50, 51, 53, 54 and 55.
Block 6: Lots 1, 3, 5, 6, 7, 9, 12, 14, 15, 17, 18, 19, 21, 23, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 36, 37, and 38.
Block 7: Lots 1 and 10A.
Block 7A: Lot 18.

Sunnyside Subdivision - Plat "C":

Block 8: Lot 1, LESS South 15 feet; Lots 3, 4, 5, 6, 8, 9 and 10, LESS North 85 feet.
Block 9: Lots 1, 2, 4, 5, 6, 7, 8, 9, 10, 12, 13, 14, 15, 16 and 17.
Block 10: Lots 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16 and 17, LESS .010 acres.

Sunnyside No. 2 Plat:

Block 11: Lots 2, 4 and 5.

Sunnyside No. 1 Plat:

Block 12: Lots 1, 5, 10, 15, 16 and 18.

EXCEPTING from all of the above-described portions of the Sunnyside townsite all minerals, oil, gas, asphaltum, and other hydrocarbons, and all chemical gas, now or hereafter found lying more than 500 feet below the surface thereof, but without any right whatsoever to enter upon the surface of said land or upon any part of said lands within 500 feet vertical distance below the surface thereof.

Sunnyside Subdivision Plat "B":

Block 7: Lot 10B.

Sunnyside Subdivision Plat A (Revised):

Block 1: Lots 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, 28, 29 and 30.

Block 2: Lots 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 37, 37, 38 and 39.

Sunnyside No. 2 (Revised):

Block 13: Lots 1, 2, 3, 4, 5, 6, 7, 8 and 9.

Ridgeway Subdivision:

Lots 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18 and 19; Common area between Lots 13 and 14.

All minerals lying below a depth of more than 500 feet below the surface of the following described land:

Sunnyside Subdivision - Plat "A":

Block 3: Lots 5, 6, 10, 13, 20, 21, 23, 30 and 32.

Sunnyside Subdivision - Plat "B":

Block 4: Lots 1, 10.
Block 5: Lots 2, 4, 5, 43, 46, 49, 50, 51, 53, 54, and 55.
Block 6: Lots 1, 3, 5, 6, 7, 9, 12, 14, 15, 17, 18, 19, 21, 23, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 36, 37 and 38.
Block 7: Lots 1 and 10A.
Block 7A: Lot 18.

Sunnyside Subdivision - Plat "C":

Block 8: Lot 1, LESS South 15 feet: Lots 3, 4, 5, 6, 8, 9 and 10, LESS North 85 feet.
Block 9: Lots 1, 2, 4, 5, 6, 7, 8, 9, 10, 12, 13, 14, 15, 16 and 17.
Block 10: Lots 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16 and 17, LESS .010 acres.

Sunnyside No. 2 Plat:

Block 11: Lots 2, 4 and 5.

Sunnyside No. 1 Plat:

Block 12: Lots 1, 5, 10, 15, 16 and 18.

Township 17 South, Range 16 East, SLBM.

Section 4: SE1/4NW1/4, SW1/4NE1/4, NW1/4SE1/4, EXCEPTING therefrom all coal and other minerals.

Section 15: N1/2NW1/4, SW1/4NE1/4, NE1/4SW1/4, EXCEPTING therefrom all oil, gas and other minerals.

Township 15 South, Range 14 East, East SLBM.

Sections 6 & 7: All those real property rights reserved by Seller in Deed, Assignment and Bill of Sale by and between Kaiser Fuel Corporation, Kaiser Coal Corporation, and Sunnyside Fuel Corporation dated as of the 28th day of December, 1987, and of record at Book 277, page 679, Carbon County Utah.

0122.atx

2. COAL MINING LEASES

A LEASEHOLD ESTATE consisting of the rights and interests in the land hereinafter described, which are set forth in and granted by the terms of consolidated Coal Leases bearing Serial Nos. SL-062966 - 063383 - U-010140, including the following:

Coal Lease dated November 12, 1943, executed by the United States of America in favor of Utah Fuel Company, consolidated serial no. SL-062966 - U-063383, recorded June 4, 1952, in Book 17 at page 41 (Carbon County)

MODIFIED by Lease dated May 1, 1952, recorded June 4, 1952, in Book 17 at page 38 (Carbon County)

MODIFIED by Lease dated February 1, 1955, recorded January 9, 1958, in Book 52 at page 204 (Carbon County)

MODIFIED by Lease dated May 4, 1956, recorded April 15, 1958, in Book 54 at page 31 (Carbon County)

ASSIGNED to Kaiser Coal Corporation by Assignment dated March 28, 1985 and recorded in Book 248 at pages 589-619 (Carbon County)

Township 14 South, Range 13 East, SLBM.

Section 1:	Lots 6, 7, SE1/4SW1/4; W1/2SE1/4.
Section 12:	Lots 1-4, S1/2N1/2, NE1/4SW1/4, SE1/4.
Section 13:	NE1/4NE1/4.
Section 24:	S1/2SE1/4.
Section 25:	Lot 1.

Township 14 South, Range 14 East, SLBM.

Section 7:	Lots 3 and 4.
Section 18:	Lot 1, E1/2NW1/4.
Section 30:	Lot 1, SE1/4NW1/4, E1/2SE1/4, SW1/4SE1/4, NE1/4SW1/4.
Section 31:	NW1/4NE1/4.

A LEASEHOLD ESTATE consisting of the rights and interests in the land hereinafter described, which are set forth in and granted by the terms of that certain unrecorded Coal Lease dated March 1, 1979, executed by the United States of America in favor of Kaiser Steel Corporation, Serial No. U-32083, referred to in Notice of Interest in Coal Leases recorded January 27, 1984 in Book 235 at page 607 (Carbon County):

ASSIGNED to Kaiser Coal Corporation by Assignment dated March 28, 1985 and recorded in Book 248 at pages 589-619 (Carbon County)

Township 14 South, Range 14 East, SLBM.

Section 6: Lot 6, N1/2SW1/4.
Section 8: SW1/4, SW1/4SE1/4.
Section 17: N1/2NW1/4, SW1/4NW1/4, N1/2SE1/4.

A LEASEHOLD ESTATE consisting of the rights and interests in the land hereinafter described, which are set forth in and granted by the terms of that certain unrecorded Coal Lease dated July 1, 1952, executed by the United States of America in favor of Kaiser Steel Corporation, Serial No. U-02785, referred to in the Notice of Interest in Coal Leases recorded January 27, 1984 in Book 235 at page 607 (Carbon County):

Modified by Lease dated July 1, 1960

ASSIGNED to Kaiser Coal Corporation by Assignment dated March 28, 1985 and recorded in Book 248 at pages 589-619 (Carbon County)

Township 13 South, Range 13 East, SLBM.

Section 19: NE1/4SE1/4, S1/2SE1/4.
Section 20: S1/2NW1/4, SW1/4, W1/2SE1/4, SE1/SE1/4.
Section 28: W1/2NW1/4, SE1/4NW1/4, SW1/4, W1/2SE1/4, SE1/4SE1/4.
Section 29: All.
Section 30: E1/2, E1/2W1/2.
Section 31: N1/2NE1/4, NE1/4NW1/4.
Section 33: NW1/4NE1/4, NW1/4, NW1/4SW1/4.

A LEASEHOLD ESTATE consisting of the rights and interests in the land hereinafter described, which are set forth in and granted by the terms of that certain unrecorded Coal Lease dated July 1, 1960, executed by the United States of America in favor of Heiner Coal Company, Serial No. U-039706, referred to in the Notice of Interest in Coal Leases recorded January 27, 1984 in Book 235 at page 607 (Carbon County):

ASSIGNED to Pacific States Steel Corporation by unrecorded Assignment dated December 1, 1960

ASSIGNED to Kaiser Steel Corporation by unrecorded Assignment dated May 1, 1965

ASSIGNED to Kaiser Coal Corporation by Assignment dated March 28, 1985 and recorded in Book 248 at pages 589-619 (Carbon County)

Township 13 South, Range 13 East, SLBM.

Section 33: SW1/4SW1/4, E1/2SW1/4, SE1/4.
Section 34: SW1/4, SE1/4NW1/4, S1/2NE1/4, SE1/4.
Section 35: S1/2, S1/2N1/2.

Township 14 South, Range 13 East, SLBM.

Section 3: All.
Section 4: Lots 1-4, S1/2N1/2, SE1/4.
Section 5: Lots 1 and 2, SE1/4NE1/4.
Section 9: N1/2NE1/4.
Section 10: NW1/4NW1/4.

A LEASEHOLD ESTATE consisting of the rights and interests in the land hereinafter described, which are set forth in and granted by the terms of that certain unrecorded Coal Lease dated December 24, 1959, executed by the State of Utah in favor of Heiner Coal Company, a Utah corporation, Mineral Lease No. 3499, referred to in the Notice of Interest in Coal Leases recorded January 27, 1984 in Book 235 at page 607 (Carbon County):

- ASSIGNED to Pacific States Steel Corporation, a California corporation, by unrecorded Assignment dated November 10, 1960

ASSIGNED to Kaiser Steel Corporation by unrecorded Assignment dated March 26, 1965

ASSIGNED to Kaiser Coal Corporation by Assignment dated March 28, 1985 and recorded in Book 248 at pages 589-619 (Carbon County)

Township 13 South, Range 13 East, SLBM.

Section 32: All.

A LEASEHOLD ESTATE consisting of the rights and interests in the land hereinafter described, which are set forth in and granted by the terms of that certain Coal Lease dated effective as of August 18, 1985, from Carbon County in favor of Kaiser Steel Corporation recorded January 16, 1986 in Book 256 at page 721 (Carbon County):

- ASSIGNED to Kaiser Coal Corporation by Assignment dated March 28, 1985 and recorded in Book 248 at pages 589-619 (Carbon County)

Township 14 South, Range 14 East, SLBM.

Section 21: SE1/4.
Section 27: SW1/4, SW1/4NW1/4.
Section 34: E1/2.

Township 15 South, Range 14 East, SLBM.

Section 3: E1/2.
Section 10: NE1/4.

The water rights, real property leases, licenses, servitudes, easements, rights-of-way and royalty interests to be purchased by Buyer include, without limitation, the following:

1. **WATER RIGHTS**

The following described water rights in Carbon and Emery Counties, State of Utah, identified by the following Water Users Claim (W.U.C. Numbers) on file in the office of the Utah State Engineer:

WUC 91-11
WUC 91-28
WUC 91-33
WUC 91-55
WUC 91-71*
WUC 91-81
WUC 91-84
WUC 91-89
WUC 91-98
WUC 91-100
WUC 91-114
WUC 91-118*
WUC 91-125
WUC 91-138
WUC 91-143*
WUC 91-144
WUC 91-145*
WUC 91-146
WUC 91-158*
WUC 91-159*
WUC 91-178
WUC 91-192
WUC 91-231
WUC 91-298

WUC 91-361*
WUC 91-362
WUC 91-372*

WUC 91-367
WUC 91-368
WUC 91-369
WUC 91-1635
WUC 91-1640
WUC 91-2655
WUC 91-3006
WUC 91-3169
WUC 91-3458
WUC 91-3459
WUC 91-3464
WUC 91-3465
WUC 91-3519
WUC 91-3520
WUC 91-3521
WUC 91-3522*
WUC 91-3523
WUC 91-3524*
WUC 91-3526
WUC 91-3530
WUC 91-3532
WUC 91-3533
WUC 91-3914
WUC 91-4270
WUC 47-15

Note: WUC numbers designated by an "*" are subject to Agreement for the Purchase and Sale of Real Property and Water Rights dated March 11, 1987 between Sunnyside Cogeneration Associates and Kaiser Coal Corporation.

Rights arising under Memorandum Agreement dated September 17, 1951 between Geneva Steel Company and Kaiser Steel Corporation relating to ownership and operation of the Grassy Trail Reservoir and related facilities, as such Memorandum Agreement has been amended and supplemented, together with all rights in and to that certain water pipeline from the Grassy Trail Reservoir to its terminus near East Carbon City and all reservoirs and storage tanks associated with such pipeline.

T. 14S., R. 14E., SLB&M

Section 7: NW1/4, N1/2SW1/4

2. **REAL PROPERTY LEASES.**

Grazing Permit No. 22405 dated April 27, 1983 from the State of Utah to Kaiser Steel Corporation covering the following described land:

REAL PROPERTY LEASES, LICENSES & EASEMENTS

1. REAL PROPERTY LEASES.

Grazing Permit No. 22405 dated April 27, 1983 from the State of Utah to Kaiser Steel Corporation covering the following described land:

Township 14 South, Range 14 East, SLBM.

Section 16: All.

Grazing Permit No. 20231 dated April 16, 1984 from the State of Utah to Kaiser Steel Corporation covering the following described land:

Township 14 South, Range 13 East, SLBM.

Section 36: All

Agreement and Right of Way dated September 30, 1955 between Kaiser Steel Corporation and Preston Nutter Corporation for joint use and maintenance of roads.

Lease Agreement dated April 1, 1976 between Kaiser Steel Corporation and Sam A. Provenza and Karen L. Provenza.

Rental Agreement dated April 7, 1966 between the United States of America and Kaiser Steel Corporation.

Lease Agreement dated June 28, 1979 between Kaiser Steel Corporation and the United States of America covering a tract of land in the NW1/4 of Section 20, Township 14 South, Range 14 East, SLBM, more particularly described as follows:

Beginning at the NW corner of Section 20 then E 1254 feet, then S 355 feet to the point of beginning; then N 47°47' E 65

feet, then S 42°13'65" then S 47°47' W 65 feet then N 42°13' W 65 feet to the point of beginning, containing 0.10 acres, more or less.

Lease Agreement dated January 5, 1981 between Kaiser Steel Corporation and Dale Y. Andrews covering the following land:

Township 15 South Range 13 East, SLBM.

Section 2:	N1/2 less the golf course and the Sunnyside Disposal Plant.
Section 3:	E1/2NE1/4, NE1/4SE1/4, SW1/4SE1/4.
Section 6:	Commencing at a point 2000 feet east and 900 feet north of the southwest corner of the section, then north 70°30' east 1800 feet, then north 19°30' West 800 feet, then south 70°30' west 1800 feet, then south 19°30' east 800 feet to beginning.
Section 10:	NE1/4, N1/2NW1/4, SE1/4NW1/4 less four tracts totalling 64.8 acres more particularly described in the Lease Agreement.
Section 11:	W1/2NW1/4, NW1/4SW1/4, less a 0.5 acre tract more particularly described in the Lease Agreement.

Lease Agreement dated January 1, 1972 between Kaiser Steel Corporation and Space Electronics, Inc. covering the following described land:

Township 14 South, Range 14 East, SLBM.

PARCEL ONE: A square tract of land, 200 feet on each side, such sides running due North, South, East and West, the center point of such square lying due North 2,925 feet from the Southwest corner of Section 19.

PARCEL TWO: A square tract of land, 200 feet on each side, such sides running due North, South, East and West, the center of such square lying due North 1,550 feet from the Southwest corner of Section 19.

Agreement for Construction and Maintenance of Tiltmeter Station on Private Property dated September 1, 1962 between Kaiser Steel Corporation and the United States of America on a portion of the following described land:

Township 14 South, Range 14 East, SLB&M.

Section 28: SW1/4.

Lease Agreement dated November 1, 1980 between Kaiser Steel Corporation and Kaiser Steel Credit Union.

Agreement of Lease dated May 1, 1957 between the Roman Catholic Bishop of Salt Lake City and Kaiser Steel Corporation.

Lease Agreement dated March 1, 1977 between Kaiser Steel Corporation and Donald Leonard, Rachelle T. Leonard and Jimmy D. Leanard, dba Miners Trading Post.

Agreement for Construction and Maintenance of Tiltmeter Station dated September 1, 1962 between Kaiser Steel Corporation and the United States of America on a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 28: SW1/4.

Land Lease Agreement between Kaiser and Sunnyside Cogeneration Associates, dated March 30, 1987, and Amendment to Land Lease Agreement dated December 28, 1987.

2. LICENSES

The exclusive rights of Kaiser Steel Corporation and United States Steel Corporation to mine and dispose of coal, pursuant to a Mining Agreement dated December 1, 1975, by and between Kaiser Steel Corporation and United States Steel Corporation, recorded September 14, 1981, in Book 210 at page 374, from the following areas:

Beginning at the NW corner of Section 2, T14S, R13E, SLBM; thence S 89°47' E 1320 feet to the NE corner of NW1/4NW1/4 of said Section 2; thence S 44°25' W 1874.7 feet to the SW corner of the NW1/4NW1/4 of Section 2; thence N 0°01' W 1335.84 feet to the point of beginning;

Beginning at a point 1408.38 feet from the SE corner of Section 13, T14S, R13E, SLBM; thence S 39°25' W 2576 feet; thence N 42°26' W 50.51 feet; thence N 39°25' E 2629.68 feet; thence S 78.75 feet to point of beginning.

Beginning at the SE corner of Section 35, T13S, R13E, SLBM; thence N 89° 47' W 1320 feet to the SW Corner SE1/4SE1/4 of said section; thence N 45° 06' E 1862.96 feet to the NE Corner SE1/4SE1/4 of said section; thence S 00°01' E 1320 feet to the point of beginning; and

Beginning at the NW Corner SW1/4NW1/4 of Section 18, T14S, R14E, SLBM; thence S 45°05' E 1577.42 feet; thence S 39°25' W 1759.11 feet; thence N 2472.87 feet to the point of beginning.

The exclusive rights of Kaiser Steel Corporation and United States Steel Corporation to mine and dispose of coal, pursuant to a Mining Agreement dated March 13, 1962 by and between Kaiser Steel Corporation and United States Steel Corporation, recorded September 14, 1981, in Book 210 at page 395, from the following areas:

Beginning at a point which bears N 0°02' E 1294.59 feet from the SE corner of Section 24, T14S, R13E, SLBM, and running thence N 0°02' E 1294.59 feet; thence N 0°00' E 830.41 feet; thence S 57°11' W 3905.58 feet; thence S 89°51' E 3280.0 feet to place of beginning; and

Beginning at a point which bears S 1320 feet from the NE corner of Section 13, T14S, R13E, SLBM; thence N 89° 51; W 1327.76 feet; thence N 1320 feet; thence N 89°51' W 1327.43 feet; thence N 1320 feet; thence N 89°51' W 1327.22 feet; thence N 1320 feet; thence N 89°51' W 1327.01 feet; thence N 1320 feet; thence S 45°05' E 7497.68 feet to the point of beginning.

The exclusive rights of Kaiser Steel Corporation and United States Steel Corporation to mine and dispose of coal, pursuant to a Mining Agreement dated October 22, 1973 by and between Kaiser Steel Corporation and United States Steel Corporation, recorded September 14, 1981, in Book 210 at page 386, from the following areas:

Beginning at the NE corner of Section 24, T14S, R13E, SLBM; thence S 0°07' E, 1860.41 feet; thence S 57° 11' W 430.00 feet; thence N 38° 23' W 1165.91 feet; thence N 42° 26' W 810.00 feet; thence N 39°25' E 2576.00 feet; thence S 1408.38 feet to the place of beginning; and

Beginning at the S1/4 corner of Section 3, T14S, R13E, SLBM; thence S 89°50' E 2644.62 feet to the SE corner of said section; thence N 0°01' W 3971.88 feet to the NE corner of the SE1/4NE1/4 of said section; thence S 33°42' W 4764.73 feet to the point of beginning.

3. <u>SERVITUDES</u>

The rights to enter and use the following described property reserved unto Kaiser Coal Corporation, its successors and assigns, under Deed, Assignment and Bill of Sale dated December 28, 1987 and recorded in Book 277 at page 679 of the records of Carbon County, Utah:

<u>Township 15 South, Range 14 East, S.L.B.&M.</u>

Section 6: Beginning at the East one quarter corner of Section 6, Township 15 South, Range 14 East, Salt Lake Base and Meridian and running thence S 0°13'39" W, 1818.48 feet along the east section line of Section 6 to the south right of way line of an existing railroad track; thence northwesterly along a curve to the right with a radius of 450.00 feet, through an angle of 83°37'47", for a distance of 656.83 feet having a chord that bears N 40° 37'18" W, 600.05 feet; thence N 1° 21'36" E, 63.30 feet along the westerly right of way

line of an existing railroad track; thence S 57°11'02" W, 338.86 feet to an existing 5/8 inch rebar; thence S 66°15'45" W, 220.17 feet to an existing 5/8 inch rebar; thence S 86° 11' 30" W, 261.34 feet to a metal fence post; thence N 4°41'13" W, 264.09 feet to a roof bolt on the west side of a gate in a fence line; thence N 10°54'48" W, 189.49 feet to a metal fence post; thence N 0°39'10" W, 254.39 feet to a metal fence post; thence N 10° 09'48" W, 315.48 feet to a metal fence post; thence N 6°32'57" W, 232.70 feet to a roof bolt in an existing fence line; thence N 6° 32'57" W, 65.24 feet to the south right of way line of a Denver and Rio Grande Railroad as described in a certain deed dated July 29, 1912; thence N 71°27'00" E, 1209.07 feet along the south line of a 50 foot wide right of way for the Denver and Rio Grande Railroad; thence northeasterly along a curve to the left with a radius of 979.93 feet, through an angle of 9°19'48", for a distance of 159.57 feet, having a chord that bears N 66° 47'06" E, 159.40 feet to the east line of said Section 6; thence S 0°13'39" W, 174.12 feet along the east line of Section 6, to the point of beginning; and

Beginning at the southeast corner of Section 6, Township 15 South, Range 14 East, Salt Lake Base and Meridian which is a brass cap; and running thence N 89° 57'59" W, 2646.97 feet along the south line of said Section 6 to the south one-quarter corner of said Section 6; thence S 89°27'59" W, 1321.87 feet along the south line of said Section 6 to the southwest corner of the SE1/4SW1/4 of said Section 6; thence N 59°40'32" E, 666.58 feet to a metal fence post; thence N 44°13'50" E, 430.53 feet to a roof bolt; thence N 59° 09'24" E, 167.86 feet to a metal fence post; thence N 63°51'14" E, 188.19 feet to a metal fence post; thence N 60°15'43" E, 335.60 feet to a metal fence post; thence N 21° 00'31" W, 34.15 feet to an east brace post in a barbed wire fence; thence N 81° 18'59" E, 1270.98 feet along an existing fence line to a roof bolt; thence N 36°40'17" E, 152.88 feet along a fence line to a roof bolt; thence S 4° 41'13" E, 264.09 feet to a metal fence post; thence N 86°11'30" E, 261.34 feet to an existing 5/8 inch rebar; thence N 66°15'45" E, 220.17 feet to an existing rebar; thence N 57°11'02" E, 338.86 feet to

the west right of way line of an existing railroad right of way; thence S 1° 21'36" W, 68.00 feet along the westerly right of way line of an existing railroad track; thence southeasterly along a curve to the left with a radius of 450.00 feet, through an angle of 83°37'47", for a distance of 656.83 feet having a chord that bears S 40°27'18" E, 600.05 feet to a point on the east line of said Section 6; thence S 0° 13'39" W, 818.01 feet along the section line to the point of beginning.

Section 7: Beginning at the northwest corner of Section 7, Township 15 South, Range 14 East, Salt Lake Base and Meridian, which is a brass cap; and running thence N 89° 27'59" E, 1253.27 feet along the north line of said Section 7 to the northeast corner of the NW1/4NW1/4 of said Section 7; thence N 89°27'59" E, 1321.87 feet along the north line of said Section 7 to the north one quarter corner of said Section 7; thence S 89° 57'59" E, 2646.97 feet along the north line of said Section 7 to the northeast corner of said Section 7 which is a brass cap; thence S 0°15'54" W, 1322.37 feet along the east line of said Section 7 to the southeast corner of the NE1/4NE1/4 of said Section 7; thence S 89° 53'03" W, 2656.91 feet along the south line of the north one half of the northeast one quarter of said Section 7 to the southwest corner of the NW1/4NE1/4 of said Section 7; thence S 0°41'30" W, 664.69 feet along the east line of the SE1/4NW1/4 of said Section 7 to the southeast corner of the NE1/4SE1/4NW1/4 of said Section 7; thence S 89° 40'06" W, 2560.98 feet along the south line of the north one half of the south one half of the northwest one quarter of said Section 7 to the southwest corner of the NW1/4SW1/4NW1/4 of said Section 7; thence N 0° 17'17" E, 1984.79 feet along the west section line of said Section 7 to the point of beginning, less a strip of land 200 feet wide for an existing railroad right of way lying in the west half of Section 7, Township 15 South, Range 14 East, Salt Lake Base and Meridian, the boundaries of which are parallel to and 100 feet distant at right angles from the following described center line:

Beginning at a point on the north boundary line of said Section 7, which point is Station 102+50.0 P.O.C. of the Railroad Center Line Survey, said point being N 89° 27'59" E, 633.0 feet, more or less, along the north line of said Section 7, said point being on a curve to the right with a radius of 572.96 feet through an angle of 114°43' for a distance of 1147.2 feet and having a chord bearing of S 1° 24'18" E. and a distance of 443.97 feet, the tangent to curve at this point bearing S 24°12' E; thence continuing on the same curve right 455.9 feet in a southerly direction to Station 107+05.9 P.T.; thence S 21° 23' W, 245.5 feet to Station 109+51.4 P.C., which point is the beginning of a curve to the left with a radius of 716.20 feet through an angle of 28° 20' for a distance of 354.2 feet and having a chord bearing of S 7°13' W and a distance of 350.57 feet to Station 113+05.6 P.T.; thence S 6°57' E, 973.89 feet to Station 122+79.49, said point being on the south line of the north one half of the south one half of the northwest one quarter of said Section 7.

4. EASEMENTS AND RIGHTS-OF-WAY

Right-of-way SL-064436 dated August 16, 1944 from the United States of America to Kaiser Steel Corporation for electric power transmission across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 8: SW1/4NE1/4, SE1/4NW1/4, NE1/4SW1/4, NW1/4SE1/4.

Private Way License dated April 10, 1945 from the Denver & Rio Grande Western Railroad to Utah Fuel Company and Kaiser Company, Inc. for a road crossing across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 32: SE1/4SW1/4.

License Agreement dated May 22, 1946 between the Denver & Rio Grande Western Railroad and Utah Fuel Company for a track crossing for electric lines across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 32: All.

Easement dated March 11, 1946 from Louis and Elena Oliveto to Kaiser Steel Corporation for a power transmission line across a portion of the following described land:

Township South, Range East, S.L.B.&M.

Section

Right-of-Way SL-065523 dated November 17, 1947 from the United States of America to Utah Fuel Company for a power transmission line across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 30: E1/2SW1/3,
Section 31: Lot 1.

Right-of-Way dated August 26, 1945 from Geneva Steel Company to Kaiser Steel Corporation for a road connection to State Highway 124 across a portion of the following described land:

Township 16 South Range 14 East, S.L.B.&M.

Section 4: All.
Section 5: All.
Section 8: All.
Section 9: All.

Right-of-Way No. U-08993 dated May 14, 1953 from the United States of America to Kaiser Steel Corporation for a water pipeline across a portion of the following described land:

Township 15 South, Range 13 East, S.L.B.&M.

Section 1: Lot 4.

Right-of-Way SL-069099 dated August 15, 1951 from the United States of America to Kaiser & Frazer Parts Company for a tramroad across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 7: SW1/4NE1/4.

Right-of-Way No. U-016755 dated July 10, 1957 from the United States of America to Kaiser Steel Corporation for a power transmission line across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 7: SE1/4NE1/4;
Section 8: Lots 5, 6.

Right-of-Way No. U-029686 dated August 13, 1958 from the United States of America to Kaiser Steel Corporation for a power line across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 8: Lot 6, NE1/4SW1/4, SW1/4NE1/4, NW1/4SE1/4.

Lease dated December 29, 1955 from the Denver & Rio Grande Western Railroad to Heiner Coal Company for a coal loading station on a portion of the following described land:

Township 13 South, Range 12 East, S.L.B.&M.

Section 21: NE1/4NE1/4.

Private Way License dated December 19, 1955 from the Denver & Rio Grande Western Railroad to Heiner Coal Company for a road crossing across a portion of the following described land:

Township 13 South, Range 12 East, S.L.B.&M.

Section 21: NE1/4NE1/4.

Right-of-Way U-54740 dated October 19, 1987 from the United States of America to Kaiser Coal Corporation for a roadway across the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 8: Lot 5, 6, SW1/4NE1/4, NW1/4SE1/4, SE1/4NW1/4, NE1/4SW1/4.

Right-of-Way U-012439 dated June 29, 1956 from the United States of America to Kaiser Steel Corporation for an irrigation facility on the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 7: Lot 3.

Water-Way License dated April 22, 1952 from the Denver and Rio Grande Western Railroad Company to Kaiser Steel Corporation covering a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: SE1/4NE1/4.

Water-Way License dated May 15, 1952 from the Denver and Rio Grande Western Railroad Company to Kaiser Steel Corporation covering a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 32: E1/2.

Pole and Wire License dated September 30, 1943 from Sunnyside Improvement Company to Utah Power & Light Company for construction of power lines across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: All.

Easement Deed dated April 9, 1930 from Utah Fuel Company to the Denver & Rio Grande Western Railroad for a rail extension across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 32: NW1/4NE1/4.

Agreement dated January 16, 1952 from Kaiser Steel Corporation to United States Steel Company for a water pipeline across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: Lot 6.

Pole Line Easement dated December 29, 1942 from Utah Grazing Lands Company to Utah Power & Light Company for an electric transmission line across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 7: N1/2NE1/4.

Pole Line Easement dated December 29, 1942 from Utah Grazing Lands Company to Utah Power & Light Company for an electric transmission line across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 9: NW1/4.

Pole Line Easement dated September 4, 1958 from Kaiser Steel Corporation to Utah Power & Light Company for an electric transmission line across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 5: All.

Township 14 South, Range 14 East, S.L.B.&M.

Section 9: All.
Section 17: All.

Grant of Easement dated December 15, 1959 from Kaiser Steel Corporation to Utah Power & Light Company for electric transmission across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: Lot 4, SW1/4NW1/4.

Grant of Easement dated December 15, 1959 from Kaiser Steel Corporation to Utah Power & Light Company for a roadway across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: Lot 4, SW1/4NW1/4.

Grant of Easement dated December 15, 1959 from Kaiser Steel Corporation to Utah Power & Light Company for a microwave relay station on a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: SW1/4NW1/4.

Grant of Easement dated June 19, 1961 from Kaiser Steel Corporation to Mountain States Telephone & Telegraph Company for a microwave facility on a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: NW1/4NW1/4.

Easement dated February 3, 1962 from Kaiser Steel Corporation to Utah Power & Light Company for electrical transmission across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: SW1/4SE1/4,SE1/4SW1/4.

Deed of Right-of-Way dated May 7, 1923 from Utah Fuel Company to Columbia Steel Corporation for tramway and dump site on a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 16: SW1/4.

Pipe Line Agreement and Easement dated March 24, 1944 from Utah Fuel Company, et al., to Defense Plant Corporation for diversion works and a water pipeline across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: All.

Township 14 South, Range 14 East, S.L.B.&M.

Section 18: All.
Section 28: All.

Pole Line Easement dated September 12, 1953 from Kaiser Steel Corporation to Utah Power & Light Company for an electric transmission across a portion of the following described land:

Township 15 South, Range 13 East, S.L.B.&M.

Section 2: S1/4NW1/4, Lot 4.

Pole License dated September 12, 1953 from Kaiser Steel Corporation to Utah Power & Light Company for an electric transmission across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: SW1/4NE1/4.

Pole Line Easement dated June 21, 1954 from Kaiser Steel Corporation to Mountain States Telephone & Telegraph Company for a telephone line across a portion of the following described land:

Sunnyside Townsite, Valley View Addition

Block 1: Lot 1, 15,
Block 2: Lot 8.

Right-of-Way Easement dated July 31, 1964 from Kaiser Steel Corporation to the United States of America for an access road across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: SW1/4NW1/4.

Grant of Easement dated April 16, 1962 from Kaiser Steel Corporation to Utah Power & Light Company for electrical transmission across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: S1/2SE1/4, SE1/4SW1/4,
Section 7: NE1/4NE1/4.

Easement dated September 3, 1964 from Kaiser Steel Corporation to the United States of America for a seismograph station across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Sections 17, 20, 28, 29, 32-26.

Township 15 South, Range 14 East, S.L.B.&M.

Sections 5, 7, 8.

Township 15 South, Range 15 East, S.L.B.&M.

Sections 6, 7, 17, 20, 29.

Agreement dated July 1, 1962 between Kaiser Steel Corporation to the United States of America for a seismometer station on a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 17: SE1/4SE1/4.

Grant of Easement dated October 4, 1962 from Kaiser Steel Corporation to Mountain States Telephone & Telegraph Company for a telephone cable across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 4: NW1/4.

Right-of-Way Easement dated August 7, 1973 from Kaiser Steel Corporation to Mountain States Telephone & Telegraph Company for a telephone cable across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 18: All.
Section 20: All.
Section 29: All.

Grant of Easement dated August 27, 1969 from Kaiser Steel Corporation to Mountain Microwave Corporation for a microwave station on a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: NE1/4.

Pole License Easement dated September 25, 1969 from Kaiser Steel Corporation to Utah Power & Light Company for a power line across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: NE1/4.

Grant of Easement dated December 31, 1970 from Kaiser Steel Corporation to Utah Power & Light Company for an electrical transmission across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: SE1/4SE1/4.

Grant of Easement dated September 12, 1972 from Kaiser Steel Corporation to Utah Power & Light Company for electric transmission across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 5: NW1/4NW1/4.
Section 6: S1/2NE1/4.

Township 14 South, Range 14 East, S.L.B.&M.

Section 7: SW1/4SW1/4.

Easement dated August 7, 1973 from Kaiser Steel Corporation to Mountain States Telephone & Telegraph Company for a telephone cable across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 18: All.
Section 20: All.
Section 29: All.

Easement dated September 14, 1974 from Kaiser Steel Corporation to Chevron Oil Company for a road across a portion of the following described land:

Township 17 South, Range 16 East, S.L.B.&M.

Section 4: SE1/4NW1/4, SW1/4NE1/4, NW1/4SE1/4;
Section 15: N1/2NW1/4, SE1/4NW1/4, NE1/4SW1/4.

Easement Deed dated January 29, 1935 from Utah Fuel Company to the Denver & Rio Grande Western Railroad for track across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 32: NW1/4NE1/4.

5. ROYALTY INTEREST.

The rights reserved to Kaiser Steel Corporation under Warranty Deed dated December 19, 1979 and recorded in book 194 of Records at page 456 from Kaiser Steel Corporation to Amoco Production Company covering the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 2: All;
Section 3: N1/2, SE1/4.

6. CATCHALL.

(a) Certain real property in and around Sunnyside, Utah, including but not limited to those properties described in this Exhibit A (the "Town of Sunnyside Property"). It is Kaiser's intent that SRS acquire all of Kaiser's property located in and around the Town of Sunnyside.

(b) Kaiser's rights to that certain Utah Tax Appeal No. 87-1048, Account No. CG 223, filed on April 30, 1987.

EXHIBIT B

The permits, consents, approvals, licences, authorizations, charters, franchises, registrations, filings, reclamation bonds and similar instruments, copyrights, service marks, trademarks, trade names, trade secrets and other confidential and proprietary information, patents and patent applications to be purchased by SRS include, without limitation, the following:

1. PERMITS, LICENSES, AUTHORIZATIONS AND FILINGS.

Agency	Permit/License	Issuance
Utah Division of Oil, Gas and Mining 355 West North Temple 3 Triad Center Suite 350 SLC, UT 84180-1203 (801) 538-5340	Permanent Mine Permit Utah No. ACT 007/007 OSM No. UT-0014	01/11/86 01/07/86
	Permit Revision Utah No. ACT 007/007-B OSM No. UT-0014-Revision B	 01/20/86 01/10/86
	Sunnyside No. 5 Mine	Application submitted August 1, 1986
Mine Safety and Health Administration P. O. Box 25367 Denver, CO 80225	MSHA ID Numbers: #1 Mine 42-00093 #2 Mine 42-00094 #3 Mine 42-00092 Surface Operations 42-01813 Preparation Plant Tailings Ponds #1211-UT-9-0017 Grassy Trail Reservoir #1211-UT-0031	 1970 1970 1970 1983 03/15/76 08/29/78

Bureau of Alcohol, Tobacco and Firearms P. O. Box 85408 Dallas, TX 75285	Explosives Permit #9CA00133C1 90026 ID #94-0594733	Revised every year
U.S. Environmental Protection Agency Region VIII 1860 Lincoln Street Denver, CO 80295 (303) 293-1596	National Pollution Discharge Elimination System Permit No. UT-0022942	09/02/77
Utah Air Conservation Committee Division of Environmental Health 238 North 1460 West SLC, UT 84116	Air Approval BAQ 1026-1	09/30/87

2. <u>RECLAMATION BOND</u>.

The Self Bonding and Indemnity Agreement between Kaiser Steel Corporation and Kaiser Coal Corporation and the State of Utah Department of Natural Resources, Division of Oil, Gas and Mining and the U. S. Department of the Interior, Office of Surface and Mining dated November 26, 1985 was terminated on March 26, 1987. SRS will be required to provide its own reclamation bond acceptable to the State of Utah and Department of the Interior.

SUBORDINATION AGREEMENT

This SUBORDINATION AGREEMENT, made this 28th day of August, 1989, between the STATE OF UTAH, DEPARTMENT OF NATURAL RESOURCES, DIVISION OF OIL, GAS & MINING, an agency of the State of Utah, ("DOGM"), whose address is 355 West North Temple, III Triad, Suite 350, Salt Lake City, Utah 84180, and SUNNYSIDE RECLAMATION & SALVAGE, INC., a Colorado corporation, whose address is 1113 Spruce Street, Boulder, Colorado 80302 ("SRS").

WITNESSETH:

WHEREAS, DOGM is the beneficiary of a certain Deed of Trust and Security Agreement granted by SRS, as Trustor, to South Eastern Utah Title Company, as Trustee, dated March 9, 1989, recorded March 10, 1989 in Book 287 at pages 96 through 155 of the Carbon County, Utah records and recorded March 10, 1989 in Book 176 at pages 580 through 639 of the Emery County, Utah records, covering the tangible equipment and personal property described in Exhibit A attached hereto and made a part hereof, as well as certain real property; and

WHEREAS, SRS's parent company, Sunnyside Mines, Inc. ("SMI"), a Colorado corporation, desires to borrow from Zions First National Bank ("Zions") and Zions desires to loan to SMI, up to Two Million Eight Hundred Thousand Dollars ($2,800,000.00), and Zions requires that such loans be secured by a security agreement from SRS granting Zions, inter alia, a lien on the property described in Exhibit A that will be prior to and have priority over the lien of the Deed of Trust and Security Agreement in favor of DOGM; and

WHEREAS, DOGM is willing to subordinate the lien of the Deed of Trust and Security Agreement insofar as it encumbers the tangible equipment and personal property described in Exhibit A to the security agreement made by SRS in favor of Zions in order that SMI may obtain such loan from Zions,

NOW, THEREFORE, for the reasons set forth above and in consideration of the mutual covenants and promises of the parties hereto, DOGM and SRS covenant and agree as follows:

1. As an inducement to Zions to grant such loan to SMI, DOGM hereby subordinates the Deed of Trust and Security Agreement to the security agreement from SRS to Zions and DOGM hereby agrees that, with respect to the tangible equipment and personal property described in Exhibit A hereto, the lien of the security agreement in favor of Zions shall be and is in all respects a lien prior and superior to the lien of the Deed of Trust and Security Agreement.

2. SRS and DOGM agree that in any instance where SRS, in its reasonable discretion, in connection with the operation of the Sunnyside Mine, Carbon County, Utah, determines that any item of tangible equipment and personal property described in

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Exhibit A hereto shall have become inadequate, obsolete, worn out, unsuitable, undesirable or unnecessary or should otherwise be replaced or disposed of, SRS may sell and dispose of such items. It is expressly agreed by DOGM that any such sale made by SRS pursuant to the provisions of this Section 2 shall be free and clear of the lien of the Deed of Trust and Security Agreement. Any purchaser of such property from SRS shall be entitled to rely on the provisions of this Section 2, it being understood that the agreements of DOGM made in this Section 2 are made expressly for the benefit of such third party purchasers. It is the intention of DOGM, as beneficiary under the Deed of Trust and Security Agreement, that the provisions of this Section 2 shall replace the provisions of Article II, Section 2.2 of the Deed of Trust and Security Agreement and that said Article II, Section 2.2 of the Deed of Trust and Security Agreement shall be of no further force and effect.

3. This Agreement shall inure to the benefit of Zions and SMI, its successors and assigns, and shall be binding on DOGM and SRS and their respective successors and assigns.

IN WITNESS WHEREOF, the parties have executed this Subordination Agreement the day and year first above written.

UTAH DIVISION ~~OF OIL~~, GAS & MINING

By: Dianne R. Nielson
Dianne R. Nielson, Director

SUNNYSIDE RECLAMATION & SALVAGE, INC.

By: James T. Cooper
James T. Cooper, President

Attest:

Kenneth R. Oldham
Assistant Secretary

082489

KAISER COAL COMPANY OF SUNNYSIDE

Exhibit A

FIXED ASSET LIST

AS OF JUN 30, 1989

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/97 BOOK VALUE	1998 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
KAISER COAL COMPANY OF SUNNYSIDE				FILE:ASBV688						
FIXED ASSET LIST										
AS OF JUN 30, 1988										
ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
10-06	EDW-300 LONGWALL SHEARER W/SWIVEL		1981	206,906.00	9	2	51,726.50	25,863.25	38,796.88	
10-07	EICKHOFF SHEARER EDW 300		1982	1,204,616.00	8	3	451,731.00	150,577.00	376,442.50	
10-08	SHEARING MACHINE JOY		1982	100,171.00	9	3	37,564.13	12,521.38	31,303.44	
10-09	SHEARING MACHINE, HIGH COAL JOY LWS186		1982	564,081.00	8	3	211,530.38	70,510.13	176,275.31	
11-07	THYSSEN LONGWALL SHIELDS SUPPORT SYSTEM		1983	4,302,950.00	9	4	2,401,475.00	600,368.75	2,101,290.63	
12-02	JOY 12CM2 MINER	JM1972	1975	250,224.00	9	0	0.00			
12-03	JOY CONT. MINER 12CM5	JM2905	1981	254,420.00	9	2	63,605.00	31,802.50	47,703.75	
12-04	JOY CONT. MINER 12CM11	JM2554	1981	326,678.00	9	2	81,669.50	40,834.75	61,252.13	
12-05	NARROW BOOM TYPE MINING MACHINES - ALPINE		1982	312,143.00	9	3	117,053.63	39,017.88	97,544.69	
12-06	12CM5 MINER IMPROVEMENT		1982	54,447.00	5	0	0.00			
12-09	JOY 12CM-5 MINER	JM2339	1976							
12-11	ANDERSON MAYOR [illegible] MINER		1976							
12-12	DOSCO MINER DINTHEADER 249		1975	213,548.00	9	0	0.00			
12-13	NATIONAL MINE SERVICE MINER 3612-1 7879									
13-01	FLETCHER TWIN BOOM ROOFBOLTER 722900A		1973	49,510.00	9	0	0.00			
13-02	FLETCHER ROOF BOLTER DESIGN 83 73017		1973	26,996.00	9	0	0.00			
13-03	FLETCHER TWIN BOOM ROOFBOLTER 7229008		1973	19,633.00	9	0	0.00			
13-04	FLETCHER ROOF BOLTER DESIGN 87 73014		1973	26,996.00	9	0	0.00			
13-05	ROOFBOLTER FLETCHER		1975	32,762.00	9	0	0.00			
13-06	SALIS 320 ROOF BOLTER		1990	5,704.00	9	1	713.00	713.00	356.50	
13-07	SINGLE BOOM ROOF BOLTER		1990	5,453.00	9	1	681.63	681.63	340.81	
13-08	DOUBLE BOOM ROOF BOLTER 26797		1991	16,046.00	9	2	4,011.50	2,005.75	3,008.63	
13-09	ROOF BOLTERS MOUNTED ON CONT. MINER FLETCH		1992	45,719.00	9	3	24,644.63	9,214.88	20,537.19	
13-10	FLETCHER ROOF BOLTER REBLT 000-13-F-85306		1986	120,217.00	8	7	90,162.75	30,054.25	75,135.63	
	MILLER DIESEL WELDER	7491990								
13-14	FLETCHER ROOFBOLTER 000-13-F 85757	REBLT	1995							
13-15	FLETCHER ROOFBOLTER 000-13DC 85042	REBLT	1995							
14-01	JOY SHUTTLE CAR	11607	1975	51,388.50	9	0	0.00			
14-02	JOY SHUTTLE CAR	11608	1975	51,388.50	9	0	0.00			
14-03	JOY SHUTTLE CAR	11609	1975	51,388.50	9	0	0.00			
14-04	JOY SHUTTLE CAR	11610	1975	51,388.50	9	0	0.00			
14-05	JOY SHUTTLE CAR 10SC22	571161	1975	45,257.00	9	0	0.00			

KAISER COAL COMPANY OF SUNNYSIDE
FIXED ASSET LIST
AS OF JUN 30, 1988

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
14-06	JOY SHUTTLE CAR 10SC22	ET11612	1976	65,252.00	8	0	0.00			
14-07	JOY SHUTTLE CAR 10SC22	ET11613	1977	65,206.00	8	0	0.00			
14-08	JOY SHUTTLE CAR 10SC22	ET11614	1977	65,205.00	8	0	0.00			
14-11	JOY SHUTTLE CAR 10SC-2248	ET12991	1979							
14-13	JOY SHUTTLE CAR	ET11123	975							
14-14	JOY SHUTTLE CAR	ET12473	1977							
14-15	JOY SHUTTLE CAR	ET12217	1977							
14-16	JOY SHUTTLE CAR	ET12993	1977							
15-02	BRADFORD BREAKER 12X27		1953	65,186.00	8	0	0.00			
15-03	RHINO 4HFBH-404 FEEDER BREAKER	54-1837	1981	243,153.00	8	2	60,788.25	30,394.13	45,591.19	
15-04	3 FEEDER BREAKERS		1982	91,289.00	9	7	30,408.32	10,136.13	25,340.31	
15-05	HYDRAULIC PORTA FEEDER		1986	24,277.00	8	7	21,242.38	3,034.63	19,725.06	
15-07	STANLER FEEDER BREAKER	10949	1975							
15-08	STANLER FEEDER BREAKER	11266	1975							
15-09	STANLER FEEDER BREAKER	11791	1979							
16-11	83 SLOPE CONVEYOR SYSTEM		1980	1,441,271.00	9	1	190,158.88	190,158.88	90,079.44	
16-12	CROSS CONVEYOR & GATERING CONVEYOR		1980	1,071,171.00	9	1	133,896.38	133,896.38	66,948.19	
16-13	BELT CLEANERS		1981	7,159.00	9	2	1,789.75	894.88	1,342.31	
16-14	STARTER CONTROLLERFOR BELT DRIVE		1981	13,732.00	9	2	3,433.00	1,716.50	2,574.75	
16-25	NOLAN AUTOMATIC LOADING STATION	29023-1,2	1975							
16-26	NOLAN AUTOMATIC LOADING STATION	30960-1,2	1975							
16-27	NOLAN AUTOMATIC LOADING STATION	31051-1,2	1975							
16-28	GOODMAN BELT DRIVE	C762857	1987	163,552.00	9	9	163,552.00	20,444.00	153,330.00	
17-05	42 INCH BELT DRIVE L.A.	200HP	1978	50,062.00	9	0	0.00			
17-06	42 INCH BELT DRIVE L.A.	200HP	1978	50,062.00	9	0	0.00			
17-07	CONVEYOR DRIVE L.A.		1978	85,547.00	8	0	0.00			
17-08	48 INCH BELT DRIVE N LOOP STORAGE		1979	45,133.00	8	0	0.00			
17-09	2 BELT DRIVE STORAGE		1980	24,358.00	9	1	3,107.25	3,107.25	1,553.63	
17-10	42" CONVEYOR BELT TAKE-UP L.A.		1982	55,479.00	9	7	20,804.25	6,934.75	17,336.88	
17-12	Goodman 48" Conv. Dr. w/Tailpiece (2)									
17-13	JEFFREY BELT DRIVE 75 HP	U8C25A	1975							
18-01	CAR HAUL AT ROTARY DUMP		1955	9,772.00	9	0	0.00			
19-04	ROCK DUSTING SYSTEM 142 IN STOR 9N		1977	18,947.00	9	0	0.00			

[illegible] ASSET LIST
AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	EST ED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
19-06	BULK ROCKDUSTING SYSTEM #3 MINE		1978	28,558.00	8	0	0.00			
19-07	MSA TRICKLE DUSTER	TD75145	1969							
19-08	MSA TRICKLE DUSTER	TD111	1965							
19-09	MSA TRICKLE DUSTER	TD112	1965							
19-10	MSA TRICKLE DUSTER	TD75161	1969							
19-11	DC 250 VOLT DUSTER		1969							
19-12	S&S HYDRAULIC OIL DUSTER	DDII-200	1965							
20-01	ROCK HANDLING EQT		1953	96,299.00	8	0	0.00			
20-02	COAL HANDLING EQUIP		1953	136.00	8	0	0.00			
20-03	METL SHIELD BLENDING BINS & DRAG TANK		1953	13,977.00	8	0	0.00			
20-08	2 TITAN MARK 3/A STOPER DRILL	HOL 1099	1976	6,999.00	3	0	0.00			
20-14	KERSEY SSC 48 BATTERY CHARGER		1978	3,295.00	8	0	0.00			
20-15	ERIEZ BELT MAGNET W/RECTIFIER	SE-7727	1981	27,170.00	9	2	6,792.50	3,396.25	5,094.38	
20-16	EXT CONV, MONO RAIL DRIVE UNIT L.A.		1982	25,000.00	9	3	9,375.00	3,125.00	7,812.50	
20-19	2 C-TITAN DRILL UNIT		1979	29,525.00	9	0	0.00			
20-20	JOY COAL DRILL CONV.	CD41A 3516	1962							
20-21	JOY COAL DRILL CONV.	CD71A 3697	1981							
20-22	JOY SOLDFINGER DIAMOND CORE DRILL	9275	1962							
20-23	BOSS CORE DRILLING RIG	MAT012999	1985							
21-01	15 TON WESTINGHOUSE LOCOMOTIVE	80028	1944	13,019.00	8	0	0.00			
21-02	4 20 TON ELECTRIC LOCOMOTIVE	3341283833449	1958	125,239.00	9	0	0.00			
21-04	DIESEL LOCOMOTIVE	3154	1975	40,054.00	9	0	0.00			
21-07	27/37 TN LME 2000 37 SE LOCOMOTIVE		1976	192,502.00	9	0	0.00			
21-08	6 TON POWERED LOCOMOTIVE	300-0004	1977	41,999.00	9	0	0.00			
21-09	6 TON BATT POWERED LOCOMOTIVE	300-0007	1977	41,990.00	9	0	0.00			
21-10	BATTERY LOCOMOTIVE	8TON	1980	11,504.00	9	1	1,438.00	1,438.00	719.00	
21-11	JEFFREY 15-TON DIESEL LOCOMOTIVE		1983	179,082.00	9	4	99,541.00	22,383.25	79,348.38	
21-12	RAIL RUNNER LOCOMOTIVE	2300-005	1986	15,325.00	9	7	13,946.98	1,978.13	12,857.81	
22-01	10 MANTRIP CARS		1947	10,091.00	8	0	0.00			
22-02	68 MINE CARS		1953	11,399.00	8	0	0.00			
22-03	5 MAN TRIP CARS		1955	5,373.00	8	0	0.00			
22-04	5 MAN TRIP CARS		1955	5,405.00	8	0	0.00			
22-05	50 WATT MINE CARS		1957	45,[illegible]	8	0	0.00			
22-06	50 WATT MINE CARS		1957	25,979.00	8	0	0.00			
22-07	5 MAN TRIP CARS		1957	1,196.00	8	0	0.00			
22-08	5 MAN TRIP CARS		1957	1,134.00	8	0	0.00			
22-09	375 WATT MINE CARS		1957	225,555.00	8	0	0.00			
22-10	375 WATT MINE CARS		1957	154,374.00	8	0	0.00			
22-11	375 MINE CARS ADD'L		1958	1,722.00	8	0	0.00			
22-12	375 MINE CARS ADD'L		1958	306.00	8	0	0.00			
22-13	200 MINE CARS		1971	159,149.00	8	0	0.00			
22-14	TANK CAR 6IN TRACK MTD PRES		1977	28,385.00	8	0	0.00			
22-15	S&S SCOOP CONV.TO MANTRIP	MAT86166	1975							

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KAISER COAL COMPANY OF SUNNYSIDE
FIXED ASSET LIST
AS OF JUN 30, 1988

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
23-02	NORDBERG HOIST		1946	10,565.00	9	0	0.00			
23-03	1000 HP NORDBERG HOIST		1953	332,972.00	8	0	0.00			
23-04	USED NORBERG HOIST		1957	104,900.00	9	0	0.00			
23-05	2 LILLY HOIST CONTROLS		1971	6,653.00	8	0	0.00			
23-06	AUTOMATIC HOIST & ELEVATOR		1973	367,176.00	3	0	0.00			
23-07	SULLIVAN SINGLE DRUM HOIST		1974	7,144.00	9	0	0.00			
23-08	AUTOMATIC HOIST & ELEVATOR		1974	2,042.00	8	0	0.00			
23-09	6 TON AIR HOIST		1980	4,912.00	9	1	614.00	614.00	307.00	
23-12	BROWIE HOIST	6374	1958							
23-13	BROWIE HOIST	9710	1958							
23-14	BROWIE HOIST	9856	1958							
23-15	BROWIE HOIST	9966	1958							
23-16	BROWIE HOIST	9864	1958							
23-17	BROWIE HOIST	2785	1958							
23-18	INGERSOLL-RAND SCRAPER HOIST	A-1387-711S	1949							
24-01	INGERSOLL RAND MDL 508 COMPRESSOR	371236V	1950	2,475.00	9	0	0.00			
24-02	INGERSOLL RAND MDL 508 COMPRESSOR	41379	1951	2,706.00	9	0	0.00			
24-03	2 INGERSOLL RAND 408 COMPRESSOR	40T435379,	1953	5,575.00	9	0	0.00			
24-04	INGERSOLL RAND COMPR	40034272	1953	2,174.00	9	0	0.00			
24-04	INGERSOLL RAND COMPR	40034271	1953	560.00	9	0	0.00			
24-06	2 COMPRESSORS	40T45922, 45204	1955	3,767.00	9	0	0.00			
24-07	HD COMPRESSOR	JH1630	1957	17,535.00	9	0	0.00			
24-08	INDUC DRIVEN COMPRESSOR	JH1751	1958	14,568.00	9	0	0.00			
24-09	134 SCFM COMPRESSOR		1980	18,404.00	9	1	2,300.50	2,300.50	1,150.25	
24-10	INGERSOLL RAND COMPRESSOR MDL	ILE-2-1898	1958	19,878.00	9	0	0.00			
24-11	2 JOY RSC 260 AIR COMPRESSORS		1974	29,155.00	9	0	0.00			
24-12	AUTOMOTIVE TYS CNTR COMPRESSOR		1976	1,967.00	9	0	0.00			
24-13	JOY SCS-130 COMPRESSOR		1976	7,329.00	9	0	0.00			
24-14	SULLAIRE AIR COMPRESSOR	47930	1980							
25-01	KERSEY MODEL P-1144 RUBR TIRE TRCTR	65132	1965	22,990.00	5	0	0.00			
25-02	KERSEY P-1144 RUBBER TIRED TRACTOR	65133	1965	22,990.00	5	0	0.00			
25-03	STEN DIESEL TRACTOR	15685	1978	5,678.00	5	0	0.00			
25-04	STEN DIESEL TRACTOR	18022	1978	10,737.00	5	0	0.00			
25-05	STEN DIESEL TRACTOR	11094	1978	9,437.00	5	0	0.00			
25-07	ALLIS CHALMERS TRACTOR MODEL 5030	3125	1984	14,137.00	5	2	5,654.80	2,827.40	4,241.10	
25-08	ALLIS CHALMERS TRACTOR MODEL 5030	3686	1984	14,137.00	5	2	5,654.80	2,827.40	4,241.10	
25-09	ALLIS CHALMERS TRACTOR MODEL 5030	9685	1984	12,554.00	5	2	5,021.60	2,510.80	3,766.20	
26-01	ELKHORN SCOOP MODEL SCOOP		1973	47,465.00	9	0	0.00			
26-02	ELKHORN AR95 BATTERY SCOOP	4739508	1973	32,818.00	9	0	0.00			
26-03	ELKHORN AR95 BATTERY SCOOP	4739507	1973	32,501.00	9	0	0.00			
26-04	ELKHORN AR95 BATTERY SCOOP	4739503	1973	41,797.00	9	0	0.00			
26-06	ELKHORN AP95 BATTERY SCOOP	4749512	1974	43,158.00	9	0	0.00			
26-07	ELKHORN AR-95 SCOOP	4769547	1976	59,975.00	9	0	0.00			
26-08	ELKHORN AR-95 SCOOP	4769551	1976	59,975.00	9	0	0.00			
26-09	JOY 14 BU LOADER	10291	1977	127,516.00	9	0	0.00			
26-10	JOY 14BU LOADER	10330	1977	127,516.00	9	0	0.00			

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	MATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
26-11	2 CHARGERS FOR ELKHORN		1977	4,585.00	8	0	0.00			
26-12	DLE-1 BATTERY SCOOP ELKHORN		1979	36,500.00	8	0	0.00			
26-16	WAGNER SCOOP TRAM LST5S	SA11P0228	1985							
26-17	WAGNER SCOOP TRAM LST5S	SA11P0222	1983							
26-18	INGERSOLL-RAND SCOOP TRAM	S175SL-0501	1979							
26-19	ELKHORN SCOOP TRAM AR95	473-9501	1975							
26-20	EIMCO SCOOP 911	911-26-0401	1976							
27-01	SERVICE VEHICLE		1975	49,399.00	8	0	0.00			
27-02	MATERIAL CAR		1982	97,471.00	8	3	36,551.63	12,183.88	30,45[illegible]	
27-03	MATERIAL CAR		1982	97,471.00	8	3	36,551.63	12,183.88	30,45[illegible]	
28-02	OIN JOY FAN W. GENERATOR		1970	16,876.00	8	0	0.00			
28-03	450 HP LOUIS ALLIS FAN MOTOR 60 CYCL		1972	8,190.00	8	0	0.00			
28-04	JEFFERY FAN 25 HP MDL 10-25 400		1976	18,481.00	8	0	0.00			
28-05	25HP JEFFERY FAN MDL 25 10-25 400		1976	15,110.00	8	0	0.00			
28-07	VENTILATION FAN TYPE 8		1982	64,040.00	8	3	24,015.00	8,005.00	20,012.50	
28-10	JEFFREY AERODYNE FAN EXHAUST	11202	1955							
28-11	JOY ELEC. VENTILATING FAN	SF31721	1974							
28-12	JOY DIESEL VENTILATING FAN	SF40556	1979							
29-08	FIRE WARNING SENSORS - HAULAGEWAYS		1974	15,294.00	8	0	0.00			
29-09	FIRE SUPPR SYSTON CONVEYRS		1976	6,904.00	8	0	0.00			
29-19	2 MOBILE LIGHT TOWER		1980	14,816.00	6	0	0.00			
29-25	SHAFT AIR HEATERS	DRAVCO	1982	16,203.00	8	3	6,076.13	2,025.38	5,063.44	
29-26	WET TYPE DUST CONTROL SYSTEM		1982	18,961.00	8	3	7,110.38	2,370.13	5,925.31	
29-27	AIR DOORS		1982	25,059.00	8	3	9,397.13	3,132.38	7,830.94	
30-03	4 PORTABLE SUB STATIONS		1958	29,798.00	8	0	0.00			
30-04	3 SUB STN GROUNDING INSTRUMENTS		1971	5,805.00	8	0	0.00			
30-05	CIRCUIT CENTER-OUTCROP SUB STN #1MN		1980	14,497.00	8	1	1,812.13	1,812.13	906.06	
30-07	G.E. SUBSTATION	L249-888	1978							
31-03	100 KVA TRANSFORMER	6337304	1953	9,212.00	8	0	0.00			
31-08	1000 KVA TRANSFORMER FOR PREP PLANT		1955	6,153.00	8	0	0.00			
31-10	ELEC & HEATING FACILITY		1958	9,645.00	8	0	0.00			
31-12	2 USED TRANSFORMERS		1972	9,486.00	8	0	0.00			
31-13	6 ENSIGN HI-VOLTG SECTIONAL SWITCHES		1972	19,437.00	8	0	0.00			
31-14	8 SWITCH UNITS		1972	25,916.00	8	0	0.00			
31-15	8 SWITCH UNITS		1973	1,747.00	8	0	0.00			
31-16	10 DISTRIBUTION BOXES 4 CIRC 480 V		1973	33,722.00	8	0	0.00			
31-17	USED 500KW 500V DC RECTIFIER		1975	11,523.00	8	0	0.00			
31-18	2-200 KVA TRANSFORMERS		1976	21,329.00	8	0	0.00			

KAISER COAL COMPANY OF SUNNYSIDE
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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
31-19	300 KVA TRANSFORMER		1978	12,558.00	8	0	0.00			
31-20	300 KVA TRANSFORMER		1978	12,558.00	8	0	0.00			
31-21	300 KVA TRANSFORMER		1978	12,559.00	8	0	0.00			
31-22	SOLID STATE CONTROLLER		1980	13,634.00	8	1	1,704.25	1,704.25	852.13	
31-23	480 VAC 3 PAHASE 60 HZ DISTRIBUTION BOX		1981	34,887.00	8	2	8,721.75	4,360.88	6,541.31	
31-25	SECTION TRANSFORMER 750 KVA		1982	40,571.00	8	3	15,214.13	5,071.38	12,678.44	
31-27	JUNCTION BOXES 480 VAC		1982	36,853.00	8	3	13,819.88	4,606.63	11,515.56	
31-30	PEMCO LOAD CENTER AK750	SA11P0246	1984							
31-31	PEMCO LOAD CENTER K1000	C302-281	1981							
31-32	200 KVA TRANSFORMER		1977	11,999.00	9	0	0.00			
31-33	S.E. VAC. BREAKER SW.HS.	176H40022-1-2-3	1969							
31-34	S.E. VAC. BREAKER SW.HS.	176H40022-1-1-3	1969							
31-35	HUBBELL VACUUM BREAKER	S-972	1969							
31-36	S.E. LOADCENTER 500KVA	MDL.9T26Y9104	1965							
31-37	S.E. LOADCENTER 500KVA	MDL.9T26Y9104	1965							
31-38	S.E. VACUUM BREAKER	176H40022-1-3-3	1969							
31-39	PEMCO LOADCENTER	8498-776	1976							
31-40	PEMCO LOADCENTER 300KVA	8773-178	1969							
31-41	PEMCO LOADCENTER 150KVA	4205-671	1969							
31-42	PEMCO SWITCHGEAR	4677-1273	1965							
31-43	PEMCO SWITCHGEAR	4380-771	1965							
31-44	PEMCO SWITCHGEAR	4076-1273	1965							
32-01	2 WESTINGHOUSE 150 HP MOTORS		1949	2,956.00	8	0	0.00			
32-02	ROTO-JET RS 150 W/ 125 HP MOTOR		1981	13,612.00	7	0	0.00			
					8	0	0.00			
33-01	5 200 KVA PWR CENTERS	5699894 THRU 8	1957	45,239.00	9	0	0.00			
33-04	3 200 KVA POWER CENTERS	6540175,6,7	1957	21,747.00	9	0	0.00			
33-06	2 500 KVA POWER CENTERS	6549051, 6549052	1960	17,977.00	9	0	0.00			
33-07	DETROIT DIESEL POWER UNIT	6823280	1966	8,593.00	8	0	0.00			
33-08	POWER CTRS 4-750KVA, 5-200KVA	891-4,895-9	1971	74,223.00	9	0	0.00			
33-09	750 KVA POWER CENTER FOR L.N.		1971	12,067.00	9	0	0.00			
33-10	ENSIGN POWERCENTER	T2476	1965							
33-11	ENSIGN POWERCENTER	T2478	1965							
33-12	S.E. POWER CENTER	6591320	1965							
34-01	OUTDOOR OIL CIRCUIT BREAKER		1990	13,767.00	9	1	1,720.88	1,720.88	860.44	
34-02	OUTDOOR OIL CIRCUIT BREAKER		1990	13,768.00	9	1	1,721.00	1,721.00	860.50	
34-03	UNDERGROUND OIL CIRCUIT BREAKER		1990	12,154.00	9	1	1,519.25	1,519.25	759.63	
34-04	2 OUTDOOR BREAKERS		1990	29,414.00	9	1	3,676.75	3,676.75	1,838.38	
34-05	3 UNDERGROUND BREAKERS		1990	36,654.00	9	1	4,581.75	4,581.75	2,290.88	
34-06	5 UNDERGROUND SWITCHES		1990	31,008.00	9	1	3,876.00	3,876.00	1,938.00	
34-07	UNDERGROUND CIRCUIT BREAKER		1990	12,154.00	9	1	1,519.25	1,519.25	759.63	
34-09	SASSER VAC. CIRCUIT BREAKER	040700000480	1990							
34-10	SASSER VAC. CIRCUIT BREAKER	050700000480	1990							

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
35-02	INGERSOL RAND 4GT CENTRIFIGUL PUMP (12)		1965	5,378.00	8	0	0.00			
35-03	52 FLYGT SUBMERSIBLE PUMPS MDL DBF 5HP 75C		1970	53,315.00	8	0	0.00			
35-04	6 FLYGHT 2075 PUMPS		1971	10,769.00	8	0	0.00			
35-05	3 AIR IR MDL 35 PUMP W CONTROLS		1971	6,519.00	8	0	0.00			
35-06	2 FLIGT SUBMERSIBLE PUMPS MDL B2075		1972	4,138.00	8	0	0.00			
35-08	PORTABLE HYDRASPRAY GRACE PUMP	207-567	1974	2,325.00	8	0	0.00			
35-09	HASKEL BOOSTER PUMP		1979	4,650.00	3	0	0.00			
35-10	HAUHINCO HIGH PRESSURE PUMP		1986	71,050.00	5	4	56,840.00	14,210.00	49,735.00	
35-11	HAUHINCO HIGH PRESSURE PUMP		1986	71,049.00	5	4	56,839.20	14,209.80	49,734.30	
					8	0	0.00			
36-04	TWO WATER SOFTENERS CHANGE HOUSES		1956	9,581.00	9	0	0.00			
36-06	METHANE PIPE FUSION MACHINE		1980	7,767.00	9	1	970.88	970.88	485.44	
37-01	500,000 GAL WATER TANK		1953	3,252.00	9	0	0.00			
37-02	500 GAL VERTICAL STORAGE TANK		1975	2,500.00	9	0	0.00			
40-01	CINCINATI BECKFORD DRILL		1945	3,838.00	9	0	0.00			
40-02	SOULD EBERHARD SHAPER		1945	4,642.00	8	0	0.00			
40-03	LODGE & SHIPLEY LATHE		1945	12,713.00	9	0	0.00			
40-04	PIPE THREADER		1946	943.00	9	0	0.00			
40-05	METAL BAND SAW		1946	863.00	9	0	0.00			
40-06	LEBLOND LATHE	N1-1153	1949	17,031.00	8	0	0.00			
40-07	CARLTON DRILL		1949	10,757.00	9	0	0.00			
40-08	AIR HAMMER		1957	7,079.00	9	0	0.00			
40-09	SHOP TOOLS INCL #3MILLING MACHINE		1958	10,918.00	8	0	0.00			
40-10	ENGINE LATHE 54 IN		1958	12,565.00	8	0	0.00			
40-11	SEMI AUTOMATIC HIGH PRESSURE CLEANER		1958	3,573.00	9	0	0.00			
42-02	16 SELFCONT. BREATHING APPARATUS		1979	42,234.00	9	0	0.00			
50-01	CHANGE HOUSE #1		1953	191,411.00	40	6	28,711.65	4,785.28	26,319.01	
50-02	WAREHOUSE		1957	107,721.00	38	8	22,679.11	2,834.76	21,260.72	
50-03	SHOP BLDG & HEATING		1958	151,036.00	37	8	32,656.43	4,082.05	30,615.41	
50-05	FIRE & AMBULANCE STATION BUILDING		1969	6,529.00	15	0	0.00			
50-06	CHANGE HOUSE		1973	94,008.00	22	8	34,184.73	4,273.09	32,048.18	
50-10	SUPERVISORS BUILDING		1976	3,715.00	19	9	1,564.21	195.53	1,466.45	
50-11	AUTOMOTIVE SVC CENTER 10X10 BLD		1976	1,800.00	15	4	480.00	120.00	420.00	
50-14	TRAINING CENTER/AMBULANCE GARAGE		1982	[illegible]	13	8	103,626.46	12,953.31	97,149.81	

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	ACQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	AS OF JUN 30 NET BOOK VALUE	LEASED FROM
59-04	110 TON KW DART DUMP TRUCK	70133	1970	191,949.00	5	0	0.00			
59-05	110 TON DART DUMP TRUCK	70217	1971	193,682.00	5	0	0.00			
59-06	110 TON KW DAR DUMP TRUCK	70224	1971	193,682.00	5	0	0.00			
59-09	2 KW DART MODEL 2772 HAUL TRUCKS		1983	49,091.00	5	1	9,818.20	9,818.20	4,909.10	
59-10	1979 GMC DUMP TRUCK	T48CY99620416	1986	20,000.00	4	3	15,000.00	5,000.00	12,500.00	
59-12	HYSTER LIFTING TRUCK	45315	1949						[illegible]	
60-01	STORAGE BINS		1953	293,857.00	8	0	0.00			
60-02	FIRE PROTECTION AUTO. SPRINKLERS		1958	33,828.00	8	0	0.00			
60-03	USED 55 FT 30 TON CRANE		1958	3,220.00	8	0	0.00			
60-19	MERRICK #60 4-IDLER DIGIT BELTSCALE		1991	3,293.00	8	2	2,195.75	1,097.98	1,644.81	
60-10	HOT WATER HEATER MOL 5000		1982	4,980.00	8	3	1,367.50	622.50	1,556.25	
60-12	BELT CONVEYOR SCALE - MERRICK		1982	7,956.00	8	3	2,987.25	995.75	2,489.38	
60-12	HEATING SYSTEM		1982	104,909.00	8	3	39,303.00	13,101.00	32,752.50	
65-01	LORRAIN CRANE	167445	1953	31,484.00	8	0	0.00			
65-02	15 TON LORRAIN CRANE	75588	1974	54,469.00	8	0	0.00			
65-04	HYSTER 5000LB FORKLIFT	0333631T	1974	11,009.00	5	0	0.00			
65-05	6 LOWBOY MACHINE RAIL TRUCKS		1975	20,724.00	8	0	0.00			
65-06	DIESEL STEAM CLEANER		1975	6,771.00	5	0	0.00			
65-07	CLARK FORKLIFT	YT55-619-2829	1975	13,061.00	5	0	0.00			
65-08	STEAM CLEANER		1982	6,947.00	5	0	0.00			
65-09	S175 FORK LIFT	S175FL-0501	1986	77,680.00	5	4	62,144.00	15,536.00	54,376.00	
70-01	COAL WASHING & DEWATERING		1953	369,763.00	40	6	55,464.45	9,244.08	50,842.41	
70-04	2-5X12 VIBRATING SREEN		1954	15,774.00	8	0	0.00			
70-06	COAL HAUL AT ROTARY DUMP		1955	19,292.00	9	0	0.00			
70-09	INTERNATIONAL BOILER	H13500	1960	31,354.00	9	0	0.00			
70-12	UNIT TRAIN LOADOUT FACITILITY		1968	474,414.00	25	6	113,959.36	18,976.56	104,371.08	
70-13	WEMCOVIBR CENTRIFUGAL DRYER M130		1969	70,305.00	8	0	0.00			
70-14	REFUSE TRUCK LOADING CONVEYOR SYSTEM		1969	19,070.00	9	0	0.00			
70-16	UNIT TRAIN TUNNEL		1969	15,349.00	24	6	16,487.00	2,747.83	15,113.08	
70-21	WEMCO DRYER		1975	32,404.00	8	0	0.00			
70-23	ROCK VIBRATING DEWATERIZER		1981	39,314.00	8	2	9,828.50	4,914.25	7,371.38	

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM	F
55-01	MICROBUS M450 MANHAULAGE	M50HV533648	1977	41,303.00	5	0	0.00				
55-02	MICROBUS M450 MANHAULAGE	M50HV533634	1977	41,303.00	5	0	0.00				
55-03	1/2 TON GMC PICKUP		1980	9,304.00	3	0	0.00				
55-04	1/2 TON GMC PICKUP		1980	9,304.00	3	0	0.00				
55-05	1980 FORD F250 PICKUP	F25CR880767	1980	7,432.00	3	0	0.00				
55-06	1/2 TON FORD PICKUP 2WD		1981	8,067.00	3	0	0.00				
55-07	4 WHEEL DRIVE AMC WAGON	1FTFF25B3BRA11566	1981	12,378.00	3	0	0.00				
55-08	1981 FORD PICKUP		1981	9,108.00	3	0	0.00				
55-09	1981 FORD F-350 LINEMANS TRUCK W/BUCKET		1981	24,999.00	3	0	0.00				
55-10	1982 FORD BRONCO LXT		1982	11,933.00	3	0	0.00				
55-11	4 F150 FORD PICKUPS		1982	35,921.00	3	0	0.00				
56-01	12 43.9 CU FT ROCKER DUMP CARS		1942	2,434.00	8	0	0.00				
56-07	SIDEWINDER ALL-TERRAIN VEHICLE	RC8212162	1983								US
56-08	PHIL-DOLLY EQUIP. CARRIER	15196	1966								US
56-09	PHIL-DOLLY EQUIP. CARRIER		1977								US
57-01	MICHIGAN MDL175A LOADER	2HC192	1960	12,055.00	8	0	0.00				
57-02	MICHIGAN MDL175A LOADER	2HC192	1960	16,772.00	8	0	0.00				
57-03	CATERPILLAR 920 WHEEL LOADER	62K932	1970	23,162.00	5	0	0.00				
57-04	CATERPILLAR 992 LOADER	25K939	1973	146,831.00	5	0	0.00				
57-05	TEREX 72-31 FRONT END LOADER	60652	1976	58,796.00	5	0	0.00				
57-09	1978 INT'L HOUGH 510 LOADER		1980	33,233.00	5	0	0.00				
57-10	BEAVER UTILITY ROCK LOADER	SN 161	1981								US
58-01	USED D-9 CAT. TRACTOR	66A3360	1968	56,408.00	5	0	0.00				
58-03	USED CATERPILLAR GRADER		1974	[illegible]	5	0	0.00				
58-04	D-8 CATERPILLAR		1981	[illegible]	5	0	0.00				
58-06	D7-F CAT. TRACTOR	94N8110	1974								US
58-07	AUSTIN WESTERN GRADER	P566-5362	1983								US
59-01	1965 KW DART END DUMP TRCTR TRLR	65163.6	1965	147,263.00	5	0	0.00				
59-02	KW DART 100 TON TRUCK		1965	125,174.001	5	0	0.00				
59-03	110 TON KW DART DUMP TRCK	70132	1970	181,949.00	5	0	0.00				

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/97 BOOK VALUE	1998 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
80-01	DESKS 13		1974	3,640.00	10	0	0.00			
80-02	DESKS 5		1975	1,590.00	10	0	0.00			
80-03	DESK		1976	229.00	10	0	0.00			
80-04	EXEC DESK		1976	190.00	10	0	0.00			
80-05	WORK DESKS 2		1976	453.00	10	0	0.00			
80-06	HON 90 SERIES DESK		1992	376.00	10	5	188.00	37.60	169.20	
81-01	3 BROWN SIDE CHAIRS		1992	207.00	10	5	103.50	20.70	93.15	
81-02	BRN EXEC CHROMECSAFT		1992	299.00	10	5	149.50	29.90	134.55	
81-03	CHAIRS 10		1974	2,057.00	10	0	0.00			
81-04	EX POS CHAIRS 4		1974	582.00	10	0	0.00			
81-05	CHAIR		1975	111.00	10	0	0.00			
81-06	HIEBERT DESK CHAIRS 5		1976	1,721.00	10	0	0.00			
81-07	2 CHAIRS		1980	334.00	10	3	100.20	33.40	33.50	
82-01	BOOKCASES 11		1974	1,402.00	10	0	0.00			
82-01	BOOKCASE		1976	128.00	10	0	0.00			
83-01	CONFERENCE TABLE		1974	276.00	10	0	0.00			
83-02	CONFERENCE TABLE		1975	749.00	10	0	0.00			
83-03	CONFERENCE TABLE		1976	158.00	10	0	0.00			
83-04	CONFERENCE TABLE		1977	126.00	10	0	0.00			
84-01	FILE CABINETS 8		1974	1,092.00	10	0	0.00			
84-02	FILE CABINETS 2		1975	315.00	10	0	0.00			
84-03	FILE CABINET		1976	127.00	10	0	0.00			
84-04	4 HON 5 DRAWER FILE		1977	104.00	10	0	0.00			
84-05	FILE CABINETS 3		1978	420.00	10	1	42.00	42.00	21.00	
84-06	FILE CABINETS 4		1979	532.00	10	2	106.40	53.20	79.80	
84-07	FILE CABINET 5 DRAWER		1980	164.00	10	3	49.20	16.40	41.00	
84-08	3 FILE CABINETS		1980	531.00	10	3	159.30	53.10	132.75	
84-09	DELUXE STEELWOOD DRAWER		1981	525.00	10	4	210.00	52.50	183.75	
84-10	5 DRAWER FILE CABINET		1982	217.00	10	5	108.50	21.70	97.65	
85-01	SHARP MODEL 626 ELEC CALC	37623912	1974	769.00	10	0	0.00			
85-02	TEXAS INSTR CALCULATOR	5850-0370339	1974	126.00	10	0	0.00			
85-03	SHARP CALC	39004312	1975	218.00	10	0	0.00			
85-04	HEWLETT PACKARD HP-25 CALC	1606A01177	1976	194.00	10	0	0.00			
85-05	CALCULATOR	606691	1976	227.00	10	0	0.00			
85-06	MIDA MDL 1202 CALCULATOR	07764260	1977	194.00	10	0	0.00			
85-07	MIDA MDL 1202 CALCULATOR	07764307	1977	194.00	10	0	0.00			
85-08	HEWL PKD HP-97 PROGR. CALC.		1977	579.00	10	0	0.00			
85-09	VICTOR CALCULATOR		1982	239.00	10	5	119.50	23.90	107.55	
86-01	COMMUNICATION SYSTEM MOTORALLA		1982	60,520.00	10	5	30,260.00	6,052.00	27,234.00	

KAISER COAL COMPANY OF SUNNYSIDE
FIXED ASSET LIST
AS OF JUN 30, 1999

ASSET NO.	DESCRIPTION	SERIAL NUMBER	ACQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/97 BOOK VALUE	1999 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
86-02	BASE STATION & MOBIL RADIOS (2)		1980	5,774.00	10	3	1,732.20	577.40	1,443.50	
86-03	BM-25A TRANSCRIBING UNIT SONY	18355	1976	470.00	10	0	0.00			
86-04	SONY BM-11 DICTATING		1976	337.00	10	0	0.00			
86-05	PHONE ANSWERING MACHINE		1980	144.00	10	3	43.20	14.40	36.00	
86-06	SEARS RANGE/REFRIG		1976	425.00	10	0	0.00			
86-07	IL-4100-30-2 RETURN		1976	134.00	10	0	0.00			
86-08	16 TRAY SHAW WALKER		1977	498.00	10	0	0.00			
86-09	MITA COPIER MODEL 1522	EB360654024	1987	2,873.00	10	10	2,873.00	287.30	2,72[illegible]	
86-10	MITA COPIER MODEL DC4085	FB37002039	1987	9,687.00	10	10	9,687.00	968.70	8,252.65	
86-11	RICOH RAPICOM 230 TELECOPIER	R236058069	1987	4,488.00	10	0	0.00			
87-01	CREDENZA		1974	442.00	10	0	0.00			
87-02	CUPBOARD		1974	171.00	10	0	0.00			
87-03	DIEBOLD SAFE		1975	1,181.00	10	0	0.00			
87-04	SECTIONAL WORK CENTER		1975	259.00	10	0	0.00			
87-05	CREDENZA		1976	1,025.00	10	0	0.00			
87-06	CREDINZA HOUSING OFF		1976	195.00	10	0	0.00			
87-07	HON 80 SERIES CRESDENZA		1982	331.00	10	5	165.50	33.10	148.95	
88-01	MONROE CARD PROGRAMMER	5938065	1974	251.00	10	0	0.00			
88-02	BURROUGHS CHECK SIGNER	T2859M2079	1974	1,041.00	10	0	0.00			
88-03	BURROUGHS BURSTER MODEL 7501	P1990	1975	1,147.00	10	0	0.00			
88-04	CHECK SIGNER		1976	526.00	10	0	0.00			
89-01	IBM SELECTRIC T/W	2338519	1974	721.00	10	0	0.00			
89-02	IBM TYPEWRITER	2415049	1974	767.00	10	0	0.00			
89-03	IBM SELECTRIC T/W		1975	909.00	10	0	0.00			
89-04	IBM SELECTRIC T/W	2861715	1975	908.00	10	0	0.00			
89-05	IBM SELECTRIC TYPEWRITER	3077735	1976	972.00	10	0	0.00			
89-06	IBM SELECTRIC T/W	263127147	1976	972.00	10	0	0.00			
89-07	IBM T/W	263582702	1978	903.00	10	1	90.30	90.30	45.15	
89-08	IBM T/W		1978	903.00	10	1	90.30	90.30	45.15	
90-01	COAL LAB EQUIP.		1984	21,512.00	10	7	15,058.40	2,151.20	13,982.80	
90-03	GAS CHROMATOGRAPH		1975	9,030.00	10	0	0.00			
90-04	GIESELER PLASTOMETER		1976	25,895.00	10	0	0.00			
90-05	TEKTRONIX MDL 214 OS		1980	1,840.00	10	3	552.00	184.00	460.00	
91-01	ALIGNMENT LASER P-40000-0309		1976	9,317.00	10	0	0.00			
91-02	BLU RAY PRINTER AMONIA		1981	7,728.00	10	4	1,491.20	372.80	1,304.80	
91-03	ALIGNMENT LASER		1975	5,107.00	10	0	0.00			
91-04	NIKE THEODOLITE		1975	2,930.00	10	0	0.00			
91-05	DESIGN CRAFT MOBILE		1976	274.00	10	0	0.00			
91-06	WILD T-2 THEODOLITE		1979	5,810.00	10	1	581.00	581.00	290.50	
91-07	ELEC DISTANCE METER		1981	7,450.00	10	4	2,980.00	745.00	2,607.50	
91-08	DRAFTING TABLE		1982	342.00	10	5	171.00	34.20	153.90	
91-09	PORTA-TRACE TABLE		1982	233.00	10	5	116.50	23.30	104.85	
91-10	2 STEEL BLUEPRINT ILES		1982	1,455.00	10	5	727.50	145.50	654.75	
91-11	3 STEEL & SHELF UNIT		1982	801.00	10	5	400.50	80.10	360.45	
92-01	DUKANE FILM STRIP PROJECTOR		1975	345.00	10	0	0.00			
92-02	DUKANE FILM STRIP PROJECTOR		1975	345.00	10	0	0.00			

[illegible] COMPANY OF SUNNYSIDE
FIXED ASSET LIST
AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	ACQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	BOOK VALUE 12/31/87	1988 DEPREC.	NET BOOK VALUE JUNE 30	LEASED FROM	FR US
92-03	KODAK PAGENT 16MM SOUND PROJECTOR	A07540	1975	617.00	10	0	0.00				
92-04	BELL & HOWELL MAMIYA CAMERA		1975	424.00	10	0	0.00				
92-05	KODAK AF2 PROJECTOR		1976	451.00	10	0	0.00				
92-06	OVERHEAD PROJECTOR		1980	157.00	10	3	47.10	15.70	39.25		
92-07	CASETTE RECORDER		1980	247.00	10	3	74.10	24.70	61.75		
92-08	VIDEO CASSETTE RECORDER		1982	972.00	10	5	486.00	97.20	437.40		
92-09	COLOR VIDEO CAMERA	19803118	1982	879.00	10	5	439.50	87.90	395.55		
92-10	SHARP COLOR TV	652973	1982	441.00	10	5	220.50	44.10	198.45		
92-11	SHARP COLOR TV	652370	1982	441.00	10	5	220.50	44.10	198.45		
92-12	SHARP COLOR TV	652369	1982	441.00	10	5	220.50	44.10	198.45		
94-01	CONSPEC MINE MONITOR		1983	157,194.00	10	6	100,316.40	15,719.40	91,956.70		
95-01	HEWLETT PACKARD PERSON COMPUTER W/PRINTER		1984	4,370.00	10	7	3,873.00	497.00	3,165.50		
95-02	IBM PERSONAL COMPUTER MONITOR	0507970	1985	555.00	10	8	444.00	55.50	416.25		
95-03	IBM P.C.	1411508	1985	2,103.00	10	8	1,682.40	210.30	1,577.25		
95-04	SILVERED EIP 770 PC PRINTER	58011935	1985	1,330.00	10	8	1,064.00	133.00	997.50		
95-05	COMPUTER TERMINAL		1981	453.00	10	4	181.20	45.30	158.55		
95-07	ENGINEER COMPUTER		1982	8,090.00	10	5	4,045.00	809.00	3,640.50		
95-34	IBM 3742 DATA STATION	3742/58836	1981	2,637.00	10	4	1,054.80	263.70	922.95		
95-37	IBM SYSTEM 36 MODEL 5360	1019403	1987	28,724.00	10	10	28,724.00	2,872.40	27,287.80		
	EPSON EQUITY III COMPUTER WITH LQ 1050 PRINTER		1988								

All office equipment presently located at the Sunnyside Mine including, without limitation, desks, chairs, file cabinets and calculators.

orig mine file

SUNNYSIDE MINE
PERMIT NO. ACT/007/007
CARBON COUNTY, UTAH

AGREEMENT AND RELEASE OF RECLAMATION CONTRACT

THIS AGREEMENT AND RELEASE OF RECLAMATION CONTRACT ("Release"), made this 28th day of August, 1989, between the UTAH DIVISION OF OIL, GAS & MNING ("DOGM") and SUNNYSIDE RECLAMATION & SALVAGE, INC., a Colorado corporation ("SRS").

WITNESSETH

WHEREAS, DOGM and SRS entered into a Reclamation Contract ("Contract") dated March 3, 1989;

WHEREAS, the Contract evidences the agreements of SRS and DOGM concerning, among other things, the Permit, the Mine and the Tailings as such terms are defined in the Contract;

WHEREAS, the purpose of the Contract was to provide DOGM and the Office of Surface Mining, Reclamation & Enforcement ("OSMRE") with adequate security for the performance of reclamation of the Mine and Tailings pursuant to the terms of the Utah Code and the Permit;

WHEREAS, pursuant to Section 9 of the Contract, SRS, DOGM and South Eastern Utah Title Company ("Title Company") entered into that certain Deed of Trust and Security Agreement ("Instrument") dated March 10, 1989, which was recorded in Emery County, Utah on March 10, 1989 in Book 176 at Pages 580-639, and in Carbon County, Utah on March 10, 1989 in Book 287 at Pages 96-155; and

WHEREAS, DOGM AND OSMRE have determined that the lien provided by the Instrument, as modified by the Subordination Agreement referred to below, provides adequate security for ensuring performance of such reclamation work, and therefore DOGM is willing, upon the terms and conditions set forth herein, to terminate the Contract and release SRS and Colorado Coal & Coke Co. (which guaranteed performance by SRS) from all their obligations thereunder;

NOW THEREFORE, for good and valuable consideration, the adequacy and receipt of which are hereby acknowledged, the parties hereto agree as follows:

1. Termination of Contract. Notwithstanding Section 14 of the Contract, the Contract is terminated in its entirety effective as of the date hereof and all parties

thereto are fully and completely released and discharged from any and all further obligations thereunder.

2. Subordination Agreement. Concurrently with the execution of this Release, SRS and DOGM, shall execute a Subordination Agreement in the form of Exhibit A attached hereto. The effect of the Subordination Agreement is to subordinate the lien of the Instrument, insofar as it encumbers the tangible equipment and personal property described in Exhibit B to the Instrument, to the lien of a security agreement to be made by SRS in favor of Zions First National Bank to secure a loan of up to $2,800,000.00. SRS and DOGM agree that notwithstanding this Release the Instrument shall remain in full force and effect in accordance with its terms, purpose, and intent, as modified by the Subordination Agreement, with respect to all of the real and personal property and water rights covered thereby. DOGM hereby acknowledges that the value of the property subject to the Instrument, as modified by the Subordination Agreement, currently satisfies SRS's bonding obligations regarding the Permit, the Mine and the Tailings.

3. Satisfaction of Reclamation Obligations. SRS agrees that notwithstanding this Release or the Subordination Agreement, it remains obligated to restore the Mine and the Tailings to a condition capable of supporting the uses that the lands were capable of supporting prior to any mining and to otherwise comply with its reclamation and other obligations under the Permit, the Utah Code, and all implementing rules and other laws pertaining to the Permit or operations conducted thereunder.

4. Bank Account. SRS and DOGM acknowledge and agree that the Account described in Section 4 of the Contract may be closed-out by SRS, and that SRS is entitled to immediate distribution of all funds presently in said Account. DOGM hereby authorizes SRS to withdraw and retain all such funds, and DOGM agrees to execute any documents reasonably required by SRS to access such funds.

5. After-Acquired Property. All tangible equipment and personal property acquired by SRS after the date hereof for use at the Sunnyside Mine shall, immediately upon the acquisition thereof by SRS, become subject to the lien of the Instrument as modified by the Subordination Agreement.

6. Administrative Expenses. In the event a default by SRS in the performance of its reclamation obligations causes DOGM to realize on the security afforded by the Instrument, DOGM is hereby authorized to recover its actual administrative expenses incurred in realizing such security.

7. Collateral Security Deposit. In consideration of the termination of the Contract, SRS agrees to establish a cash fund with DOGM for the purpose of providing additional security for the reclamation of the Sunnyside Mine. The amount of the fund shall be $75,000.00. The amount deposited by SRS in the fund may be used by DOGM to defray environmental control and maintenance costs incurred by DOGM following a default by SRS in the performance of its reclamation obligations, pending realization by DOGM on the security afforded by the Instrument. It is expressly understood that the fund shall be held by DOGM as collateral security and that the full amount thereof, plus accrued interest, shall be released and disbursed to SRS promptly upon successful completion by SRS of the reclamation obligations for which it is responsible under the terms of applicable law and the Permit.

IN WITNESS WHEREOF, the parties hereto, by their duly authorized officers, have executed this Release as of the day and year written above.

UTAH DIVISION OF OIL, GAS & MINING

By: Dianne R. Nielson

Dianne R. Nielson, Director

SUNNYSIDE RECLAMATION & SALVAGE, INC.

By: James T. Cooper

James T. Cooper, President

Exhibit A

SUBORDINATION AGREEMENT

This SUBORDINATION AGREEMENT, made this 28th day of August, 1989, between the STATE OF UTAH, DEPARTMENT OF NATURAL RESOURCES, DIVISION OF OIL, GAS & MINING, an agency of the State of Utah, ("DOGM"), whose address is 355 West North Temple, III Triad, Suite 350, Salt Lake City, Utah 84180, and SUNNYSIDE RECLAMATION & SALVAGE, INC., a Colorado corporation, whose address is 1113 Spruce Street, Boulder, Colorado 80302 ("SRS").

WITNESSETH:

WHEREAS, DOGM is the beneficiary of a certain Deed of Trust and Security Agreement granted by SRS, as Trustor, to South Eastern Utah Title Company, as Trustee, dated March 9, 1989, recorded March 10, 1989 in Book 287 at pages 96 through 155 of the Carbon County, Utah records and recorded March 10, 1989 in Book 176 at pages 580 through 639 of the Emery County, Utah records, covering the tangible equipment and personal property described in Exhibit A attached hereto and made a part hereof, as well as certain real property; and

WHEREAS, SRS's parent company, Sunnyside Mines, Inc. ("SMI"), a Colorado corporation, desires to borrow from Zions First National Bank ("Zions") and Zions desires to loan to SMI, up to Two Million Eight Hundred Thousand Dollars ($2,800,000.00), and Zions requires that such loans be secured by a security agreement from SRS granting Zions, inter alia, a lien on the property described in Exhibit A that will be prior to and have priority over the lien of the Deed of Trust and Security Agreement in favor of DOGM; and

WHEREAS, DOGM is willing to subordinate the lien of the Deed of Trust and Security Agreement insofar as it encumbers the tangible equipment and personal property described in Exhibit A to the security agreement made by SRS in favor of Zions in order that SMI may obtain such loan from Zions,

NOW, THEREFORE, for the reasons set forth above and in consideration of the mutual covenants and promises of the parties hereto, DOGM and SRS covenant and agree as follows:

1. As an inducement to Zions to grant such loan to SMI, DOGM hereby subordinates the Deed of Trust and Security Agreement to the security agreement from SRS to Zions and DOGM hereby agrees that, with respect to the tangible equipment and personal property described in Exhibit A hereto, the lien of the security agreement in favor of Zions shall be and is in all respects a lien prior and superior to the lien of the Deed of Trust and Security Agreement.

2. SRS and DOGM agree that in any instance where SRS, in its reasonable discretion, in connection with the operation of the Sunnyside Mine, Carbon County, Utah, determines that any item of tangible equipment and personal property described in

082489

Exhibit A hereto shall have become inadequate, obsolete, worn out, unsuitable, undesirable or unnecessary or should otherwise be replaced or disposed of, SRS may sell and dispose of such items. It is expressly agreed by DOGM that any such sale made by SRS pursuant to the provisions of this Section 2 shall be free and clear of the lien of the Deed of Trust and Security Agreement. Any purchaser of such property from SRS shall be entitled to rely on the provisions of this Section 2, it being understood that the agreements of DOGM made in this Section 2 are made expressly for the benefit of such third party purchasers. It is the intention of DOGM, as beneficiary under the Deed of Trust and Security Agreement, that the provisions of this Section 2 shall replace the provisions of Article II, Section 2.2 of the Deed of Trust and Security Agreement and that said Article II, Section 2.2 of the Deed of Trust and Security Agreement shall be of no further force and effect.

3. This Agreement shall inure to the benefit of Zions and SMI, its successors and assigns, and shall be binding on DOGM and SRS and their respective successors and assigns.

IN WITNESS WHEREOF, the parties have executed this Subordination Agreement the day and year first above written.

UTAH DIVISION OF OIL, GAS & MINING

By: Dianne R. Nielson
Dianne R. Nielson, Director

SUNNYSIDE RECLAMATION & SALVAGE, INC.

By: James T. Cooper
James T. Cooper, President

Attest:

Kenneth R. Oldham
Assistant Secretary

082489

KAISER COAL COMPANY OF SUNNYSIDE
FIXED ASSET LIST
AS OF JUN 30, 1988

Exhibit A

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM

KAISER COAL COMPANY OF SUNNYSIDE FILE:ASBV688
FIXED ASSET LIST
AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
10-06	EDW-300 LONGWALL SHEARER W/SWIVEL		1981	206,906.00	8	2	51,726.50	25,863.25	38,794.88	
10-07	EICKHOFF SHEARER EDW 300		1982	1,204,616.00	8	3	451,731.00	150,577.00	376,442.50	
10-08	SHEARING MACHINE JOY		1982	100,171.00	8	3	37,564.13	12,521.38	31,303.44	
10-09	SHEARING MACHINE, HIGH COAL JOY	LWS186	1982	564,081.00	8	3	211,530.38	70,510.13	176,275.31	
11-07	THYSSEN LONGWALL SHIELDS SUPPORT SYSTEM		1983	4,802,950.00	8	4	2,401,475.00	600,368.75	2,101,290.63	
12-02	JOY 12CM2 MINER	JM1972	1976	250,224.00	8	0	0.00			
12-03	JOY CONT. MINER 12CM5	JM2805	1981	254,420.00	8	2	63,605.00	31,802.50	47,703.75	
12-04	JOY CONT. MINER 12CM11	JM2554	1981	326,678.00	8	2	81,669.50	40,834.75	61,252.13	
12-05	NARROW BOOM TYPE MINING MACHINES - ALPINE		1982	312,143.00	8	3	117,053.63	39,017.88	97,544.69	
12-06	12CM5 MINER IMPROVEMENT		1982	54,447.00	5	0	0.00			
12-09	JOY 12CM-5 MINER	JM2359	1976							
12-11	ANDERSON MAYOR BOOM MINER		1976							
12-12	DOSCO MINER DINTHEADER 249		1975	213,548.00	8	0	0.00			
12-13	NATIONAL MINE SERVICE MINER	3612-1 7879								
13-01	FLETCHER TWIN BOOM ROOFBOLTER	722900A	1973	49,510.00	8	0	0.00			
13-02	FLETCHER ROOF BOLTER DESIGN #3	73013	1973	26,996.00	8	0	0.00			
13-03	FLETCHER TWIN BOOM ROOFBOLTER	722900B	1973	19,638.00	8	0	0.00			
13-04	FLETCHER ROOF BOLTER DESIGN #3	73014	1973	26,996.00	8	0	0.00			
13-05	ROOFBOLTER FLETCHER		1975	32,362.00	8	0	0.00			
13-06	SALIS 320 ROOF BOLTER		1980	5,704.00	8	1	713.00	713.00	356.50	
13-07	SINGLE BOOM ROOF BOLTER		1980	5,453.00	8	1	681.63	681.63	340.81	
13-08	DOUBLE BOOM ROOF BOLTER	26393	1981	16,046.00	8	2	4,011.50	2,005.75	3,008.63	
13-09	ROOF BOLTERS MOUNTED ON CONT. MINER FLETCH		1982	65,719.00	8	3	24,644.63	8,214.88	20,537.19	
13-10	FLETCHER ROOF BOLTER REBLT DDO-13-F-86304		1986	120,217.00	4	3	90,162.75	30,054.25	75,135.63	
	MILLER DIESEL WELDER	7491990								
13-14	FLETCHER ROOFBOLTER DDO-13-F 85353	RBLT	1985							
13-15	FLETCHER ROOFBOLTER DDO-13DC 85042	RBLT	1985							
14-01	JOY SHUTTLE CAR	11607	1975	61,388.50	8	0	0.00			
14-02	JOY SHUTTLE CAR	11608	1975	61,388.50	8	0	0.00			
14-03	JOY SHUTTLE CAR	11609	1975	61,388.50	8	0	0.00			
14-04	JOY SHUTTLE CAR	11610	1975	61,388.50	8	0	0.00			
14-05	JOY SHUTTLE CAR 10SC22	ET11611	1976	65,257.00	8	0	0.00			

FIXED ASSET LIST
AS OF JUN 30, 1989

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
14-06	JOY SHUTTLE CAR 10SC22	ET11612	1976	65,252.00	8	0	0.00			
14-07	JOY SHUTTLE CAR 10SC22	ET11613	1977	65,206.00	8	0	0.00			
14-08	JOY SHUTTLE CAR 10SC22	ET11614	1977	65,205.00	8	0	0.00			
14-11	JOY SHUTTLE CAR 10SC-2248	ET12991	1979							
14-13	JOY SHUTTLE CAR	ET11123	975							
14-14	JOY SHUTTLE CAR	ET12473	1977							
14-15	JOY SHUTTLE CAR	ET12217	1977							
14-16	JOY SHUTTLE CAR	ET12993	1977							
15-02	BRADFORD BREAKER 12X27		1953	53,186.00	8	0	0.00			
15-03	RHINO 4RFBH-40A FEEDER BREAKER	54-1837	1981	243,153.00	8	2	60,788.25	30,394.13	45,591.19	
15-04	3 FEEDER BREAKERS		1982	91,089.00	9	3	30,408.38	10,136.13	25,340.31	
15-05	HYDRAULIC PORTA FEEDER		1986	24,277.00	9	7	21,242.38	3,034.63	19,725.06	
15-07	STAMLER FEEDER BREAKER	10949	1975							
15-08	STAMLER FEEDER BREAKER	11264	1975							
15-09	STAMLER FEEDER BREAKER	11791	1979							
16-11	83 SLOPE CONVEYOR SYSTEM		1980	1,441,271.00	9	1	190,158.98	190,158.98	99,079.44	
16-12	CROSS CONVEYOR & GATERING CONVEYOR		1980	1,071,171.00	9	1	133,896.38	133,896.38	66,948.19	
16-13	BELT CLEANERS		1981	7,159.00	9	2	1,789.75	894.88	1,342.31	
16-14	STARTER CONTROLLERFOR BELT DRIVE		1981	13,722.00	9	2	3,433.00	1,716.50	2,574.75	
16-25	NOLAN AUTOMATIC LOADING STATION	29023-1,2	1975							
16-26	NOLAN AUTOMATIC LOADING STATION	30940-1,2	1975							
16-27	NOLAN AUTOMATIC LOADING STATION	31051-1,2	1975							
16-28	GOODMAN BELT DRIVE	C762857	1987	153,552.00	9	8	153,552.00	20,444.00	133,330.00	
17-05	42 INCH BELT DRIVE L.A.	200HP	1978	50,062.00	9	0	0.00			
17-06	42 INCH BELT DRIVE L.A.	200HP	1978	50,062.00	9	0	0.00			
17-07	CONVEYOR DRIVE L.A.		1978	95,547.00	8	0	0.00			
17-08	48 INCH BELT DRIVE & LOOP STORAGE		1979	45,133.00	9	0	0.00			
17-09	2 BELT DRIVE STORAGE		1980	24,358.00	9	1	3,107.25	3,107.25	1,553.63	
17-10	42" CONVEYOR BELT TAKE-UP L.A.		1982	55,439.00	9	3	20,864.25	6,954.75	17,326.88	
17-12	Goodman 48" Conv. Dr. w/Tailpiece (2)									
17-13	JEFFREY BELT DRIVE 75 HP	U8C256	1975							
19-01	CAR HAUL AT ROTARY DUMP		1955	9,772.00	9	0	0.00			
19-04	ROCK DUSTING SYSTEM 142 TN STOR BN		1977	18,947.00	9	0	0.00			

AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE30 NET BOOK VALUE	LEASED FROM	CO US
19-06	BULK ROCKDUSTING SYSTEM 83 MINE		1978	29,558.00	9	0	0.00				
19-07	MSA TRICKLE DUSTER	TD75145	1969								US
19-08	MSA TRICKLE DUSTER	TD111	1965								US
19-09	MSA TRICKLE DUSTER	TD112	1965								US
19-10	MSA TRICKLE DUSTER	TD75161	1969								US
19-11	DC 250 VOLT DUSTER		1969								US
19-12	S&S HYDRAULIC OIL DUSTER	DDII-200	1965								US
20-01	ROCK HANDLING EQT		1953	96,299.00	8	0	0.00				
20-02	COAL HANDLING EQUIP		1953	136.00	8	0	0.00				
20-03	METL SHIELD BLENDING BINS & DRAG TANK		1955	13,977.00	8	0	0.00				
20-08	2 TITAN MARK 3/A STOPER DRILL	MDL 1098	1976	6,999.00	3	0	0.00				
20-14	KERSEY SSC 48 BATTERY CHARGER		1978	7,295.00	8	0	0.00				
20-15	ERIEZ BELT MAGNET W/RECTIFIER	SE-7727	1981	27,170.00	9	2	6,792.50	3,396.25	5,094.38		
20-16	EXT CONV, MONO RAIL DRIVE UNIT L.A.		1982	25,000.00	9	3	9,375.00	3,125.00	7,812.50		
20-19	2 C-TITAN DRILL UNIT		1978	20,525.00	9	0	0.00				
20-20	JOY COAL DRILL CONV. C041A	3516	1962								US
20-21	JOY COAL DRILL CONV. C071A	3697	1981								US
20-22	JOY SOLDFINGER DIAMOND CORE DRILL	9276	1962								US
20-23	BOSS CORE DRILLING RIG	BAT012998	1985								US
21-01	15 TON WESTINGHOUSE LOCOMOTIVE	80028	1944	13,019.00	8	0	0.00				
21-02	4 20 TON ELECTRIC LOCOMOTIVE	3341283833449	1958	125,239.00	9	0	0.00				
21-04	DIESEL LOCOMOTIVE	3154	1975	40,054.00	9	0	0.00				
21-07	27/37 TN LME 2000 37 SE LOCOMOTIVE		1976	192,502.00	9	0	0.00				
21-08	6 TON POWERED LOCOMOTIVE	300-0004	1977	41,998.00	9	0	0.00				
21-09	6 TON BATT POWERED LOCOMOTIVE	300-0007	1977	41,990.00	9	0	0.00				
21-10	BATTERY LOCOMOTIVE 8TON		1980	11,504.00	9	1	1,438.00	1,438.00	719.00		
21-11	JEFFREY 15-TON DIESEL LOCOMOTIVE		1983	179,082.00	9	4	99,541.00	22,385.25	79,348.38		
21-12	RAIL RUNNER LOCOMOTIVE	3300-005	1986	15,325.00	9	7	13,946.98	1,978.13	12,957.81		
22-01	10 MANTRIP CARS		1947	10,091.00	9	0	0.00				
22-02	68 MINE CARS		1953	11,299.00	8	0	0.00				
22-03	5 MAN TRIP CARS		1955	5,373.00	8	0	0.00				
22-04	5 MAN TRIP CARS		1955	5,405.00	9	0	0.00				
22-05	50 WATT MINE CARS		1957	45,626.00	9	0	0.00				
22-06	50 WATT MINE CARS		1957	25,938.00	9	0	0.00				
22-07	5 MAN TRIP CARS		1957	5,696.00	9	0	0.00				
22-08	5 MAN TRIP CARS		1957	5,194.00	9	0	0.00				
22-09	375 WATT MINE CARS		1957	135,555.00	9	0	0.00				
22-10	375 WATT MINE CARS		1957	154,374.00	9	0	0.00				
22-11	375 MINE CARS ADD'L		1959	1,702.00	9	0	0.00				
22-12	375 MINE CARS ADD'L		1959	306.00	9	0	0.00				
22-13	200 MINE CARS		1971	159,149.00	9	0	0.00				
22-14	TANK CAR 6IN TRACK NTO PRES		1977	28,385.00	9	0	0.00				
22-15	S&S SCOOP CONV.TO MANTRIP	BAT86166	1975								US

KAISER COAL COMPANY OF SUNNYSIDE
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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
23-02	NORDBERG HOIST		1946	10,565.00	9	0	0.00			
23-03	1000 HP NORDBERG HOIST		1953	332,972.00	8	0	0.00			
23-04	USED NORBERG HOIST		1957	104,900.00	9	0	0.00			
23-05	2 LILLY HOIST CONTROLS		1971	6,653.00	8	0	0.00			
23-06	AUTOMATIC HOIST & ELEVATOR		1973	767,176.00	9	0	0.00			
23-07	SULLIVAN SINGLE DRUM HOIST		1974	7,144.00	9	0	0.00			
23-08	AUTOMATIC HOIST & ELEVATOR		1974	2,042.00	8	0	0.00			
23-09	6 TON AIR HOIST		1980	4,912.00	9	1	614.00	614.00	307.00	
23-12	BROWIE HOIST	6374	1958							
23-13	BROWIE HOIST	9710	1958							
23-14	BROWIE HOIST	9856	1958							
23-15	BROWIE HOIST	9966	1958							
23-16	BROWIE HOIST	9864	1958							
23-17	BROWIE HOIST	2785	1958							
23-18	INGERSOLL-RAND SCRAPER HOIST	A-1387-711S	1949							
24-01	INGERSOLL RAND MDL 508 COMPRESSOR	371336V	1950	2,475.00	9	0	0.00			
24-02	INGERSOLL RAND MDL 508 COMPRESSOR	41379	1951	2,706.00	9	0	0.00			
24-03	2 INGERSOLL RAND 408 COMPRESSOR	40T433379,	1953	5,575.00	9	0	0.00			
24-04	INGERSOLL RAND COMPR	40034272	1953	7,174.00	9	0	0.00			
24-04	INGERSOLL RAND COMPR	40034271	1953	560.00	9	0	0.00			
24-06	2 COMPRESSORS	40T45922, 45204	1955	2,767.00	9	0	0.00			
24-07	HD COMPRESSOR	JH1630	1957	17,535.00	9	0	0.00			
24-08	INDUC DRIVEN COMPRESSOR	JH1751	1958	14,548.00	9	0	0.00			
24-09	134 SCFM COMPRESSOR		1980	18,404.00	9	1	2,300.50	2,300.50	1,150.25	
24-10	INGERSOLL RAND COMPRESSOR MDL	ILE-2-1998	1988	19,938.00	9	0	0.00			
24-11	2 JOY RSC 250 AIR COMPRESSORS		1974	29,155.00	9	0	0.00			
24-12	AUTOMOTIVE TOS CNTR COMPRESSOR		1976	1,967.00	9	0	0.00			
24-13	JOY SCS-130 COMPRESSOR		1976	7,329.00	9	0	0.00			
24-14	SULLAIRE AIR COMPRESSOR	47930	1980							
25-01	KERSEY MODEL P-1144 RUBR TIRE TRCTR	65132	1965	22,990.00	5	0	0.00			
25-02	KERSEY P-1144 RUBBER TIRED TRACTOR	65133	1965	22,990.00	5	0	0.00			
25-03	STEN DIESEL TRACTOR	15685	1978	5,678.00	5	0	0.00			
25-04	STEN DIESEL TRACTOR	18022	1978	10,737.00	5	0	0.00			
25-05	STEN DIESEL TRACTOR	11094	1978	9,437.00	5	0	0.00			
25-07	ALLIS CHALMERS TRACTOR MODEL 5030	3125	1984	14,137.00	5	2	5,654.80	2,827.40	4,241.10	
25-08	ALLIS CHALMERS TRACTOR MODEL 5030	3686	1984	14,137.00	5	2	5,654.80	2,827.40	4,241.10	
25-09	ALLIS CHALMERS TRACTOR MODEL 5030	9685	1984	12,554.00	5	2	5,021.60	2,510.80	3,766.20	
26-01	ELKHORN SCOOP MODEL SCOOP		1972	47,465.00	9	0	0.00			
26-02	ELKHORN AR95 BATTERY SCOOP	4739508	1973	32,818.00	9	0	0.00			
26-03	ELKHORN AR95 BATTERY SCOOP	4739507	1973	33,501.00	9	0	0.00			
26-04	ELKHORN AR95 BATTERY SCOOP	4739503	1973	41,797.00	9	0	0.00			
26-06	ELKHORN AR95 BATTERY SCOOP	4749512	1974	44,158.00	9	0	0.00			
26-07	ELKHORN AR-95 SCOOP	4769547	1975	59,975.00	9	0	0.00			
26-08	ELKHORN AR-95 SCOOP	4769551	1975	59,975.00	9	0	0.00			
26-09	JOY 14 BU LOADER	10291	1977	127,516.00	9	0	0.00			
26-10	JOY 14BU LOADER	10330	1977	127,516.00	9	0	0.00			

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 1. /87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
26-11	2 CHARGERS FOR ELKHORN		1977	4,585.00	8	0	0.00			
26-12	DLE-1 BATTERY SCOOP ELKHORN		1979	36,500.00	8	0	0.00			
26-16	WAGNER SCOOP TRAM LST5S	SA11P0228	1985							
26-17	WAGNER SCOOP TRAM LST5S	SA11P0222	1983							
26-18	INGERSOLL-RAND SCOOP TRAM	S175SL-0501	1979							
26-19	ELKHORN SCOOP TRAM AR95	473-9501	1975							
26-20	EIMCO SCOOP 911	911-26-0401	1976							
27-01	SERVICE VEHICLE		1975	49,399.00	8	0	0.00			
27-02	MATERIAL CAR		1982	97,471.00	8	3	36,551.63	12,183.88	30,45[illegible]	
27-03	MATERIAL CAR		1982	97,471.00	8	3	36,551.63	12,183.88	30,45[illegible]	
28-02	DIN JOY FAN W. GENERATOR		1970	16,876.00	8	0	0.00			
28-03	450 HP LOUIS ALLIS FAN MOTOR 60 CYCL		1972	8,190.00	8	0	0.00			
28-04	JEFFERY FAN 25 HP MDL 10-25 400		1976	18,481.00	8	0	0.00			
28-05	25HP JEFFERY FAN MDL 25 10-25 400		1976	15,110.00	8	0	0.00			
28-07	VENTILATION FAN TYPE 8		1982	64,040.00	8	3	24,015.00	8,005.00	20,012.50	
28-10	JEFFREY AERODYNE FAN EXHAUST	11202	1955							
28-11	JOY ELEC. VENTILATING FAN	SF31721	1974							
28-12	JOY DIESEL VENTILATING FAN	SF40556	1979							
29-08	FIRE WARNING SENSORS - HAULAGEWAYS		1974	15,294.00	8	0	0.00			
29-09	FIRE SUPPR SYSTON CONVEYRS		1976	6,904.00	8	0	0.00			
29-19	2 MOBILE LIGHT TOWER		1980	14,816.00	6	0	0.00			
29-25	SHAFT AIR HEATERS	DRAVCO	1982	16,203.00	8	3	6,076.13	2,025.38	5,063.44	
29-26	WET TYPE DUST CONTROL SYSTEM		1982	18,961.00	8	3	7,110.38	2,370.13	5,925.31	
29-27	AIR DOORS		1982	25,059.00	8	3	9,397.13	3,132.38	7,830.94	
30-03	4 PORTABLE SUB STATIONS		1958	29,788.00	8	0	0.00			
30-04	3 SUB STN GROUNDING INSTRUMENTS		1971	5,805.00	8	0	0.00			
30-05	CIRCUIT CENTER-OUTCROP SUB STN #1MN		1980	14,497.00	8	1	1,812.13	1,812.13	906.06	
30-07	G.E. SUBSTATION	L249-888	1978							
31-03	100 KVA TRANSFORMER	6337304	1953	9,212.00	8	0	0.00			
31-08	1000 KVA TRANSFORMER FOR PREP PLANT		1955	6,157.00	8	0	0.00			
31-10	ELEC & HEATING FACILITY		1958	9,645.00	8	0	0.00			
31-12	2 USED TRANSFORMERS		1972	9,486.00	8	0	0.00			
31-13	6 ENSIGN HI-VOLTG SECTIONAL SWITCHES		1972	19,437.00	8	0	0.00			
31-14	8 SWITCH UNITS		1972	25,916.00	8	0	0.00			
31-15	8 SWITCH UNITS		1973	1,747.00	8	0	0.00			
31-16	10 DISTRIBUTION BOXES & CIRC 480 V		1973	33,722.00	8	0	0.00			
31-17	USED 500KW 500V DC RECTIFIER		1975	11,523.00	8	0	0.00			
31-18	2-200 KVA TRANSFORMERS		1976	21,329.00	8	0	0.00			

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/97 BOOK VALUE	1998 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
31-19	300 KVA TRANSFORMER		1978	12,559.00	8	0	0.00			
31-20	300 KVA TRANSFORMER		1978	12,559.00	8	0	0.00			
31-21	300 KVA TRANSFORMER		1978	12,559.00	8	0	0.00			
31-22	SOLID STATE CONTROLLER		1980	13,634.00	8	1	1,704.25	1,704.25	852.13	
31-23	480 VAC 3 PAHASE 60 HZ DISTRIBUTION BOX		1981	34,887.00	8	2	8,721.75	4,360.88	6,541.31	
31-25	SECTION TRANSFORMER 750 KVA		1982	40,571.00	8	3	15,214.13	5,071.38	12,679.44	
31-27	JUNCTION BOXES 480 VAC		1982	36,853.00	8	3	13,819.88	4,606.63	11,515.56	
31-30	PEMCO LOAD CENTER AK750	SA11P0246	1984							
31-31	PEMCO LOAD CENTER K1000	C302-281	1981							
31-32	200 KVA TRANSFORMER		1977	11,999.00	9	0	0.00			
31-33	G.E. VAC. BREAKER SW.HS.	176H40022-1-2-3	1969							
31-34	G.E. VAC. BREAKER SW.HS.	176H40022-1-1-3	1969							
31-35	HUBBELL VACUUM BREAKER	S-972	1969							
31-36	G.E. LOADCENTER 500KVA	MDL.9T26Y9104	1965							
31-37	G.E. LOADCENTER 500KVA	MDL.9T26Y9104	1965							
31-38	G.E. VACUUM BREAKER	176H40022-1-3-3	1969							
31-39	PEMCO LOADCENTER	8498-776	1976							
31-40	PEMCO LOADCENTER 300KVA	8773-178	1969							
31-41	PEMCO LOADCENTER 150KVA	4205-671	1969							
31-42	PEMCO SWITCHGEAR	4677-1273	1965							
31-43	PEMCO SWITCHGEAR	4380-771	1965							
31-44	PEMCO SWITCHGEAR	4076-1273	1965							
32-01	2 WESTINGHOUSE 150 HP MOTORS		1949	2,966.00	3	0	0.00			
32-02	ROTO-JET RS 150 W/ 125 HP MOTOR		1951	13,612.00	3	0	0.00			
					3	0	0.00			
33-01	5 200 KVA PWR CENTERS	5699894 THRU 8	1957	45,229.00	9	0	0.00			
33-04	3 200 KVA POWER CENTERS	6540175,6,7	1957	21,247.00	9	0	0.00			
33-06	2 500 KVA POWER CENTERS	6549051, 6549052	1960	17,972.00	9	0	0.00			
33-07	DETROIT DIESEL POWER UNIT	6923290	1966	8,597.00	8	0	0.00			
33-08	POWER CTRS 4-750KVA, 5-200KVA	891-4,895-9	1971	74,223.00	9	0	0.00			
33-09	750 KVA POWER CENTER FOR L.N.		1971	12,367.00	9	0	0.00			
33-10	ENSIGN POWERCENTER	T2476	1965							
33-11	ENSIGN POWERCENTER	T2478	1965							
33-12	G.E. POWER CENTER	6591320	1965							
34-01	OUTDOOR OIL CIRCUIT BREAKER		1990	11,767.00	9	1	1,720.88	1,720.88	860.44	
34-02	OUTDOOR OIL CIRCUIT BREAKER		1990	11,768.00	9	1	1,721.00	1,721.00	860.50	
34-03	UNDERGROUND OIL CIRCUIT BREAKER		1990	10,154.00	9	1	1,519.25	1,519.25	759.63	
34-04	2 OUTDOOR BREAKERS		1990	13,414.00	9	1	3,676.75	3,676.75	1,839.38	
34-05	3 UNDERGROUND BREAKERS		1990	16,154.00	9	1	4,581.75	4,581.75	2,290.88	
34-06	5 UNDERGROUND SWITCHES		1990	11,009.00	9	1	3,876.00	3,876.00	1,938.00	
34-07	UNDERGROUND CIRCUIT BREAKER		1990	10,154.00	9	1	1,519.25	1,519.25	759.63	
34-09	SASSER VAC. CIRCUIT BREAKER	040700000480	1990							
34-10	SASSER VAC. CIRCUIT BREAKER	050700000480	1990							

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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	EST ED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM	FR US
35-02	INGERSOL RAND 4GT CENTRIFIGUL PUMP (12)		1965	5,378.00	8	0	0.00				
35-03	52 FLYGT SUBMERSIBLE PUMPS MDL DBF 5HP 75C		1970	53,315.00	8	0	0.00				
35-04	6 FLYGHT 2075 PUMPS		1971	10,769.00	8	0	0.00				
35-05	3 AIR IR MDL 35 PUMP W CONTROLS		1971	6,519.00	8	0	0.00				
35-06	2 FLIGT SUBMERSIBLE PUMPS MDL 82075		1972	4,138.00	8	0	0.00				
35-08	PORTABLE HYDRASPRAY GRACE PUMP	207-567	1974	2,325.00	8	0	0.00				
35-09	HASKEL BOOSTER PUMP		1979	4,650.00	3	0	0.00				
35-10	HAUHINCO HIGH PRESSURE PUMP		1986	71,050.00	5	4	56,840.00	14,210.00	49,735.00		
35-11	HAUHINCO HIGH PRESSURE PUMP		1986	71,049.00	5	4	56,839.20	14,209.80	49,734.30		
					8	0	0.00				
36-04	TWO WATER SOFTENERS CHANGE HOUSES		1956	9,581.00	9	0	0.00				
36-06	METHANE PIPE FUSION MACHINE		1980	7,767.00	9	1	970.88	970.88	485.44		
37-01	500,000 GAL WATER TANK		1953	3,252.00	9	0	0.00				
37-02	500 GAL VERTICAL STORAGE TANK		1975	2,500.00	9	0	0.00				
40-01	CINCINATI BECKFORD DRILL		1945	3,838.00	9	0	0.00				
40-02	SOULD EBERHARD SHAPER		1945	4,642.00	8	0	0.00				
40-03	LODGE & SHIPLEY LATHE		1945	12,713.00	9	0	0.00				
40-04	PIPE THREADER		1946	943.00	9	0	0.00				
40-05	METAL BAND SAW		1946	863.00	9	0	0.00				
40-06	LEBLOND LATHE	N1-1153	1949	17,031.00	9	0	0.00				
40-07	CARLTON DRILL		1949	10,757.00	9	0	0.00				
40-08	AIR HAMMER		1957	7,079.00	9	0	0.00				
40-09	SHOP TOOLS INCL #3MILLING MACHINE		1958	10,918.00	3	0	0.00				
40-10	ENGINE LATHE 54 IN		1958	12,565.00	8	0	0.00				
40-11	SEMI AUTOMATIC HIGH PRESSURE CLEANER		1958	3,573.00	9	0	0.00				
42-02	16 SELFCONT. BREATHING APPARATUS		1979	42,234.00	9	0	0.00				
50-01	CHANGE HOUSE #1		1953	191,411.00	40	5	28,711.65	4,785.28	25,319.01		
50-02	WAREHOUSE		1957	107,721.00	38	8	22,579.11	2,834.76	21,260.72		
50-03	SHOP BLDG & HEATING		1958	151,036.00	37	8	32,656.43	4,082.05	30,615.41		
50-05	FIRE & AMBULANCE STATION BUILDING		1969	6,529.00	15	0	0.00				
50-06	CHANGE HOUSE		1973	94,008.00	22	8	34,184.73	4,273.09	32,048.18		
50-10	SUPERVISORS BUILDING		1976	3,715.00	19	9	1,564.21	195.53	1,466.45		
50-11	AUTOMOTIVE SVC CENTER 10X10 BLD		1976	1,800.00	15	4	480.00	120.00	420.00		
50-14	TRAINING CENTER/AMBULANCE GARAGE		1982	[illegible]	13	8	103,625.46	12,953.31	97,149.81		

KAISER COAL COMPANY OF SUMMYSIDE
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ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORISINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/97 BOOK VALUE	1998 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
55-01	MICROBUS M450 MANHAULAGE	M50HV533648	1977	41,303.00	5	0	0.00			
55-02	MICROBUS M450 MANHAULAGE	M50HV533634	1977	41,303.00	5	0	0.00			
55-03	1/2 TON GMC PICKUP		1980	9,304.00	3	0	0.00			
55-04	1/2 TON GMC PICKUP		1980	9,304.00	3	0	0.00			
55-05	1980 FORD F250 PICKUP	F25CR550767	1980	7,432.00	3	0	0.00			
55-06	1/2 TON FORD PICKUP 2WD		1981	9,067.00	3	0	0.00			
55-07	4 WHEEL DRIVE AMC WAGON	1FTFF25G3BRA11566	1981	12,378.00	3	0	0.00			
55-08	1981 FORD PICKUP		1981	9,108.00	3	0	0.00			
55-09	1981 FORD F-350 LINEMANS TRUCK W/BUCKET		1981	24,989.00	3	0	0.00			
55-10	1982 FORD BRONCO LIT		1982	11,933.00	3	0	0.00			
55-11	4 F150 FORD PICKUPS		1982	35,931.00	3	0	0.00			
56-01	12 43.9 CU FT ROCKER DUMP CARS		1942	2,434.00	9	0	0.00			
56-07	SIDEWINDER ALL-TERRAIN VEHICLE	RC8212162	1993							US
56-08	PHIL-DOLLY EQUIP. CARRIER	15196	1966							US
56-09	PHIL-DOLLY EQUIP. CARRIER		1977							US
57-01	MICHIGAN MDL175A LOADER	2MC192	1960	12,055.00	8	0	0.00			
57-02	MICHIGAN MDL175A LOADER	2MC192	1960	16,772.00	8	0	0.00			
57-03	CATERPILLAR 920 WHEEL LOADER	62X932	1970	33,162.00	5	0	0.00			
57-04	CATERPILLAR 992 LOADER	25K939	1973	146,931.00	5	0	0.00			
57-05	TEREX 72-31 FRONT END LOADER	40652	1976	58,796.00	5	0	0.00			
57-09	1978 INT'L HOUGH 510 LOADER		1990	32,222.00	5	0	0.00			
57-10	BEAVER UTILITY ROCK LOADER	SX 161	1991							
58-01	USED D-9 CAT. TRACTOR	66A3360	1968	56,409.00	5	0	0.00			
58-02	USED CATERPILLAR GRADER		1974	25,926.00	5	0	0.00			
58-04	D-8 CATERPILLAR		1991	271,428.00	5	0	0.00			
58-06	D7-F CAT. TRACTOR	94W8110	1974							US
58-07	AUSTIN WESTERN GRADER	P566-5362	1983							US
59-01	1965 KW DART END DUMP TRCTR TRLR	65163.6	1965	147,263.00	5	0	0.00			
59-02	KW DART 100 TON TRUCK		1965	125,174.00	5	0	0.00			
59-03	110 TON KW DART DUMP TRCK	70132	1970	191,949.00	5	0	0.00			

KAISER COAL COMPANY OF SUNNYSIDE
FIXED ASSET LIST
AS OF JUN 30, 1988

~~696~~

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	EST. YED 12/31/87 BOOK VALUE	1988 DEPREC.	TIME 30 NET BOOK VALUE	LEASED FROM
59-04	110 TON KW DART DUMP TRUCK	70135	1970	191,949.00	5	0	0.00			
59-05	110 TON DART DUMP TRUCK	70217	1971	193,682.00	5	0	0.00			
59-06	110 TON KW DAR DUMP TRUCK	70224	1971	193,682.00	5	0	0.00			
59-09	2 KW DART MODEL 2772 HAUL TRUCKS		1983	49,091.00	5	1	9,818.20	9,818.20	4,909.10	
59-10	1979 GMC DUMP TRUCK	T48CYYV620416	1986	20,000.00	4	3	15,000.00	5,000.00	12,500.00	
59-12	HYSTER LIFTING TRUCK	45315	1949							
60-01	STORAGE BINS		1953	283,857.00	8	0	0.00			
60-02	FIRE PROTECTION AUTO. SPRINKLERS		1958	33,828.00	8	0	0.00			
60-03	USED 55 FT 30 TON CRANE		1958	3,220.00	8	0	0.00			
60-19	MERRICK 460 4-IDLER DIGIT BELTSCALE		1981	8,783.00	8	2	2,195.75	1,097.88	1,646.81	
60-10	HOT WATER HEATER MDL 5000		1982	4,980.00	8	3	1,867.50	622.50	1,556.25	
60-12	BELT CONVEYOR SCALE - MERRICK		1982	7,966.00	8	3	2,987.25	995.75	2,489.38	
60-12	HEATING SYSTEM		1982	104,808.00	8	3	39,303.00	13,101.00	32,752.50	
65-01	LORRAIN CRANE	167446	1953	31,484.00	8	0	0.00			
65-02	15 TON LORRAIN CRANE	35588	1974	54,469.00	8	0	0.00			
65-04	HYSTER 5000LB FORKLIFT	03D363IT	1974	11,008.00	5	0	0.00			
65-05	6 LOWBOY MACHINE RAIL TRUCKS		1975	20,724.00	8	0	0.00			
65-06	DIESEL STEAM CLEANER		1975	6,771.00	5	0	0.00			
65-07	CLARK FORKLIFT	Y355-619-2829	1975	13,061.00	5	0	0.00			
65-08	STEAM CLEANER		1982	6,947.00	5	0	0.00			
65-09	S175 FORK LIFT	S175FL-0501	1986	77,680.00	5	4	62,144.00	15,536.00	54,376.00	
70-01	COAL WASHING & DEWATERING		1953	369,763.00	40	6	55,464.45	9,244.08	50,842.41	
70-04	2-5X12 VIBRATING SREEN		1954	15,774.00	8	0	0.00			
70-06	COAL HAUL AT ROTARY DUMP		1955	18,282.00	8	0	0.00			
70-09	INTERNATIONAL BOILER	H13500	1960	31,354.00	8	0	0.00			
70-12	UNIT TRAIN LOADOUT FACITILITY		1968	474,414.00	25	6	113,859.36	18,976.56	104,371.08	
70-13	WEMCOVIBR CENTRIFUGAL DRYER M130		1969	30,305.00	8	0	0.00			
70-14	REFUSE TRUCK LOADING CONVEYOR SYSTEM		1969	38,070.00	8	0	0.00			
70-16	UNIT TRAIN TUNNEL		1969	65,948.00	24	6	16,487.00	2,747.83	15,113.08	
70-21	WEMCO DRYER		1975	32,404.00	8	0	0.00			
70-23	ROCK VIBRATING DEWATERIZER		1981	39,314.00	8	2	9,828.50	4,914.25	7,371.38	

KAISER COAL COMPANY OF SUNNYSIDE
FIXED ASSET LIST
AS OF JUN 30, 1998

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/97 BOOK VALUE	1998 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
80-01	DESKS 13		1974	3,640.00	10	0	0.00			
80-02	DESKS 5		1975	1,690.00	10	0	0.00			
80-03	DESK		1975	229.00	10	0	0.00			
80-04	EXEC DESK		1976	190.00	10	0	0.00			
80-05	WORK DESKS 2		1976	453.00	10	0	0.00			
80-06	HON 90 SERIES DESK		1992	376.00	10	5	188.00	37.60	169.20	
81-01	3 BROWN SIDE CHAIRS		1992	207.00	10	5	103.50	20.70	93.15	
81-02	BRN EXEC CHROMECRAFT		1992	299.00	10	5	149.50	29.90	134.55	
81-03	CHAIRS 10		1974	2,057.00	10	0	0.00			
81-04	EX POS CHAIRS 4		1974	582.00	10	0	0.00			
81-05	CHAIR		1975	111.00	10	0	0.00			
81-06	HIEBERT DESK CHAIRS 5		1976	1,721.00	10	0	0.00			
81-07	2 CHAIRS		1980	334.00	10	3	100.20	33.40	83.50	
82-01	BOOKCASES 11		1974	1,402.00	10	0	0.00			
82-01	BOOKCASE		1976	128.00	10	0	0.00			
83-01	CONFERENCE TABLE		1974	276.00	10	0	0.00			
83-02	CONFERENCE TABLE		1975	749.00	10	0	0.00			
83-03	CONFERENCE TABLE		1976	158.00	10	0	0.00			
83-04	CONFERENCE TABLE		1977	(26.00)	10	0	0.00			
84-01	FILE CABINETS 8		1974	1,092.00	10	0	0.00			
84-02	FILE CABINETS 2		1975	315.00	10	0	0.00			
84-03	FILE CABINET		1976	127.00	10	0	0.00			
84-04	4 HON 5 DRAWER FILE		1977	194.00	10	0	0.00			
84-05	FILE CABINETS 3		1978	420.00	10	1	42.00	42.00	21.00	
84-06	FILE CABINETS 4		1979	532.00	10	2	106.40	53.20	79.80	
84-07	FILE CABINET 5 DRAWER		1980	164.00	10	3	49.20	16.40	41.00	
84-08	3 FILE CABINETS		1980	531.00	10	3	159.30	53.10	132.75	
84-09	DELUXE STEELWOOD DRAWER		1981	525.00	10	4	210.00	52.50	183.75	
84-10	5 DRAWER FILE CABINET		1982	217.00	10	5	108.50	21.70	97.65	
85-01	SHARP MODEL 626 ELEC CALC	37625912	1974	269.00	10	0	0.00			
85-02	TEXAS INSTR CALCULATOR	SR50-0370339	1974	125.00	10	0	0.00			
85-03	SHARP CALC	39004312	1975	213.00	10	0	0.00			
85-04	HEWLETT PACKARD HP-25 CALC	1606A01177	1976	194.00	10	0	0.00			
85-05	CALCULATOR	606691	1976	227.00	10	0	0.00			
85-06	MIDA MDL 1202 CALCULATOR	07764260	1977	194.00	10	0	0.00			
85-07	MIDA MDL 1202 CALCULATOR	07764307	1977	194.00	10	0	0.00			
85-08	HEWL PKD HP-97 PROGR. CALC.		1977	579.00	10	0	0.00			
85-09	VICTOR CALCULATOR		1982	239.00	10	5	119.50	23.90	107.55	
86-01	COMMUNICATION SYSTEM MOTORALLA		1982	60,520.00	10	5	30,260.00	6,052.00	27,234.00	

KAISER COAL COMPANY OF SCARBOROUGH

FIXED ASSET LIST

AS OF JUN 30, 1999

ASSET NO.	DESCRIPTION	SERIAL NUMBER	ACQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/97 BOOK VALUE	1999 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
86-02	BASE STATION & MOBIL RADIOS (2)		1990	5,774.00	10	3	1,732.20	577.40	1,443.50	
86-03	BM-25A TRANSCRIBING UNIT SONY	18335	1976	470.00	10	0	0.00			
86-04	SONY BM-11 DICTATING		1976	337.00	10	0	0.00			
86-05	PHONE ANSWERING MACHINE		1980	144.00	10	3	43.20	14.40	36.00	
86-06	SEARS RANGE/REFRIG		1976	425.00	10	0	0.00			
86-07	XL-4100-30-2 RETURN		1976	134.00	10	0	0.00			
86-08	16 TRAY SHAW WALKER		1977	498.00	10	0	0.00			
86-09	MITA COPIER MODEL 1522	EB360654024	1987	2,873.00	10	10	2,873.00	287.30	2,72[illegible]	
86-10	MITA COPIER MODEL DC4085	FB37002039	1987	9,687.00	10	10	9,687.00	968.70	8,252.65	
86-11	RICOH RAPICOM 230 TELECOPIER	R236058069	1987	4,488.00	10	0	0.00			
87-01	CREDENZA		1974	442.00	10	0	0.00			
87-02	CUPBOARD		1974	171.00	10	0	0.00			
87-03	DIEBOLD SAFE		1975	1,181.00	10	0	0.00			
87-04	SECTIONAL WORK CENTER		1975	259.00	10	0	0.00			
87-05	CREDENZA		1976	1,025.00	10	0	0.00			
87-06	CREDINZA HOUSING OFF		1976	195.00	10	0	0.00			
87-07	HON 80 SERIES CRESDENZA		1982	331.00	10	5	165.50	33.10	148.95	
88-01	MONROE CARD PROGRAMMER	5938065	1974	251.00	10	0	0.00			
88-02	BURROUGHS CHECK SIGNER	T2859M2079	1974	1,041.00	10	0	0.00			
88-03	BURROUGHS BURSTER MODEL 7501	P1890	1975	1,147.00	10	0	0.00			
88-04	CHECK SIGNER		1976	526.00	10	0	0.00			
89-01	IBM SELECTRIC T/W	2338519	1974	721.00	10	0	0.00			
89-02	IBM TYPEWRITER	2415049	1974	767.00	10	0	0.00			
89-03	IBM SELECTRIC T/W		1975	909.00	10	0	0.00			
89-04	IBM SELECTRIC T/W	2861715	1975	908.00	10	0	0.00			
89-05	IBM SELECTRIC TYPEWRITER	3077725	1976	872.00	10	0	0.00			
89-06	IBM SELECTRIC T/W	263127147	1976	872.00	10	0	0.00			
89-07	IBM T/W	263582702	1978	903.00	10	1	90.30	90.30	45.15	
89-08	IBM T/W		1978	903.00	10	1	90.30	90.30	45.15	
90-01	COAL LAB EQUIP.		1984	21,512.00	10	7	15,058.40	2,151.20	13,982.80	
90-03	GAS CHROMATOGRAPH		1975	9,030.00	10	0	0.00			
90-04	GIESELER PLASTOMETER		1976	25,895.00	10	0	0.00			
90-05	TEKTRONIX RDL 214 OS		1980	1,840.00	10	3	552.00	184.00	460.00	
91-01	ALIGNMENT LASER P-40000-0309		1976	9,317.00	10	0	0.00			
91-02	BLU RAY PRINTER AMONIA		1981	3,728.00	10	4	1,491.20	372.80	1,304.80	
91-03	ALIGNMENT LASER		1975	5,107.00	10	0	0.00			
91-04	MINE THEODOLITE		1975	2,930.00	10	0	0.00			
91-05	DESIGN CRAFT MOBILE		1976	274.00	10	0	0.00			
91-06	WILD T-2 THEODOLITE		1979	5,810.00	10	1	581.00	581.00	290.50	
91-07	ELEC DISTANCE METER		1981	7,450.00	10	4	2,980.00	745.00	2,607.50	
91-08	DRAFTING TABLE		1982	342.00	10	5	171.00	34.20	153.90	
91-09	PORTA-TRACE TABLE		1982	233.00	10	5	116.50	23.30	104.85	
91-10	2 STEEL BLUEPRINT ILES		1982	1,455.00	10	5	727.50	145.50	654.75	
91-11	3 STEEL & SHELF UNIT		1982	801.00	10	5	400.50	80.10	360.45	
92-01	DUKANE FILM STRIP PROJECTOR		1975	345.00	10	0	0.00			
92-02	DUKANE FILM STRIP PROJECTOR		1975	345.00	10	0	0.00			

...S OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	ACQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
92-03	KODAK PAGENT 16MM SOUND PROJECTOR	A07540	1975	617.00	10	0	0.00			
92-04	BELL & HOWELL MAMIYA CAMERA		1975	424.00	10	0	0.00			
92-05	KODAK AF2 PROJECTOR		1976	451.00	10	0	0.00			
92-06	OVERHEAD PROJECTOR		1980	157.00	10	3	47.10	15.70	39.25	
92-07	CASETTE RECORDER		1980	247.00	10	3	74.10	24.70	61.75	
92-08	VIDEO CASSETTE RECORDER		1982	972.00	10	5	486.00	97.20	437.40	
92-09	COLOR VIDEO CAMERA	1V803118	1982	879.00	10	5	439.50	87.90	395.55	
92-10	SHARP COLOR TV	652973	1982	441.00	10	5	220.50	44.10	198.45	
92-11	SHARP COLOR TV	652370	1982	441.00	10	5	220.50	44.10	198.45	
92-12	SHARP COLOR TV	652369	1982	441.00	10	5	220.50	44.10	198.45	
94-01	CONSPEC MINE MONITOR		1983	167,194.00	10	6	100,316.40	16,719.40	91,956.70	
95-01	HEWLETT PACKARD PERSON COMPUTOR W/PRINTER		1984	4,370.00	10	7	1,498.00	497.00	3,165.50	
95-02	IBM PERSONAL COMPUTER MONITOR	0507970	1985	555.00	10	8	444.00	55.50	416.25	
95-03	IBM P.C.	1411508	1985	2,103.00	10	8	1,682.40	210.30	1,577.25	
95-04	SILVERED EIP 770 PC PRINTER	58011935	1985	1,330.00	10	8	1,064.00	133.00	997.50	
95-05	COMPUTER TERMINAL		1981	453.00	10	4	181.20	45.30	158.55	
95-07	ENGINEER COMPUTER		1982	8,090.00	10	5	4,045.00	809.00	3,640.50	
95-34	IBM 3742 DATA STATION	3742/53835	1981	2,637.00	10	4	1,054.80	263.70	922.95	
95-37	IBM SYSTEM 36 MODEL 5360	1019403	1987	28,724.00	10	10	28,724.00	2,872.40	27,287.80	

EPSON EQUITY III COMPUTER WITH LQ 1050 PRINTER 1988

All office equipment presently located at the Sunnyside Mine including, without limitation, desks, chairs, file cabinets and calculators.

File in Tiepro file
ACT/007/007

STATE OF UTAH
COUNTY OF CARBON } SS
FILED AND RECORDED FOR
S.E. Utah Title
MAR 10 2 10 PM '89
BOOK 287 OF RECORDS
PAGE 96-155
ANN E. O'BRIEN
COUNTY RECORDER

96

Entry No. 023282
Indexed ✓✓
Abstracted ✓
Rcdg. Fee 410.00

DEED OF TRUST AND SECURITY AGREEMENT

THIS DEED OF TRUST AND SECURITY AGREEMENT (hereinafter referred to as "Instrument") is made this 9th day of MARCH, 1989, by and among SUNNYSIDE RECLAMATION & SALVAGE, INC., a Colorado corporation authorized to do business in the State of Utah ("Trustor"), whose address is 2033 - 11th Street, Boulder, Colorado 80203, SOUTH EASTERN UTAH TITLE COMPANY, whose address is 90 West 100 North, Price, Utah 84501 ("Trustee"), and the STATE OF UTAH, DEPARTMENT OF NATURAL RESOURCES, DIVISION OF OIL, GAS & MINING, an agency of the State of Utah, ("Beneficiary"), whose address is 355 West North Temple, III Triad, Suite 350, Salt Lake City, Utah 84180.

W I T N E S S E T H :

WHEREAS, Kaiser Steel Corporation ("Steel") and Kaiser Coal Corporation, Kaiser Coal Corporation of Sunnyside and Kaiser Coal Corporation of Utah, (collectively, "Coal"), are debtors in possession in jointly administered bankruptcy proceedings designated as Case No. 87 B 01552 E pending before the United States Bankruptcy Court for the District of Colorado; and

WHEREAS, Coal is the permitted operator of the Sunnyside Mine, Nos. 1, 2, and 3, Carbon County, Utah, under Permanent Program Permit No. ACT/007/007 (the "Permit"). The Permit covers the Sunnyside Mine Nos. 1, 2 and 3 (the "Mine") and the associated gob, coal tailings and waste piles ("Tailings"). The Tailings and the real property upon which they are situated are owned by Sunnyside Cogeneration Associates ("SCA"). By the

terms of a Purchase and Sale Agreement between Coal and SCA, closed on December 28, 1987, SCA has agreed to assume the permitting and reclamation obligations for the Tailings, but as of this date, has not assumed such obligation; and

WHEREAS, Trustor and Coal entered into an Acquisition Agreement, dated February 20, 1989 (the "Acquisition Agreement"). Under the terms of the Acquisition Agreement, Trustor will, upon the closing provided for therein, acquire from Coal the Sunnyside Mine Nos. 1, 2 and 3 and other property. Trustor will, upon closing, assume and hold Coal harmless in respect of liabilities for reclamation pursuant to the Permit; and

WHEREAS, the Trustor and the Beneficiary have entered into a Reclamation Contract dated as of March 3, 1989 (the "Reclamation Contract"), to set forth the understandings of Trustor and the Beneficiary with respect to the terms and conditions upon which the Beneficiary will release Coal from all obligations under the Permit, transfer the Permit to Trustor, and authorize Trustor to conduct mining and reclamation operations pursuant to the Permit; and

WHEREAS, pursuant to paragraph 9 of the Reclamation Contract, Trustor has agreed to secure to the Beneficiary the reclamation of the Mine and the Tailings pursuant to the terms of the Permit by delivering to Beneficiary (i) a Deed of Trust for the benefit of the State of Utah covering the water rights and undisturbed real property as described at Exhibit "A" hereto as acquired by Trustor from Coal pursuant to the Acquisition

Agreement and (ii) a Security Agreement granting the State of Utah a security interest in the equipment and other personal property described in Exhibit "B" hereto as acquired by Trustor from Coal pursuant to the Acquisition Agreement; and

WHEREAS, the parties agreed pursuant to paragraph 9(A) of the Reclamation Contract that Beneficiary shall have a lien pursuant to this Instrument to the extent of the Mine Reclamation Cost in an amount currently estimated as $2,297,349.00 (herein "Mine Reclamation Cost") and the Tailings Reclamation Cost in an amount currently estimated as $1,286,487.00 (herein "Tailings Reclamation Cost"), or the Mine Reclamation Cost only if the Permit insofar as it covers the Tailings has been transferred or reissued to SCA, is not covered and secured to the Beneficiary by the Account or ultimate security provided pursuant to Section 8 of the Reclamation Contract; and

WHEREAS, paragraph 9(B) of the Reclamation Contract provides that Trustor shall have the right to sell and dispose of all items of equipment and personal property covered by the Security Agreement granted to Beneficiary pursuant to 9(A) of the Reclamation Contract. The proceeds of any such sale are to be deposited by Trustor in the Account. The sale proceeds so deposited shall apply towards full funding of the Account. The proceeds so deposited shall be in addition to and shall not apply to reduce the amount ($250,000) to be deposited each month pursuant to Section 5 of the Reclamation Contract.

NOW, THEREFORE, to secure the payment of the above-described Mine Reclamation Cost, Tailings Reclamation Cost, performance of the covenants and obligations of the Reclamation Contract, and those covenants and obligations herein contained, and in consideration of the sum of Ten Dollars ($10.00) and other good and valuable consideration in hand paid by the Beneficiary to the Trustor, the receipt and sufficiency of which is hereby acknowledged;

Trustor hereby irrevocably GRANTS, TRANSFERS and CONVEYS, UNTO TRUSTEE IN TRUST, WITH POWER OF SALE, for the benefit and security of Beneficiary, under and subject to the conditions hereinafter set forth, and the conditions set forth in the Reclamation Contract, the following described property:

1. The undisturbed real property and water rights located in Carbon and Emery Counties, State of Utah, described in Exhibit "A" attached hereto and made a part hereof, together with all buildings, fixtures and improvements thereon and all water rights, rights of way, easements, rents, issues, profits, income, tenements, hereditaments, privileges and appurtenances thereunto belonging, now or hereafter used or enjoyed with said property, or any part thereof (the "Real Property");

2. All right, title and interest of Trustor in and to all tangible equipment and personal property (the "Personal Property") owned by Trustor and now or at any time hereinafter located in or at the Real Property and used in

connection therewith, as further described in Exhibit "B" hereto and made a part hereof.

The entire estate, property and interest hereby conveyed to Trustee may hereinafter be referred to as the "Trust Estate".

FOR THE PURPOSES OF SECURING:

a. Payment of the above-described reclamation liability in an amount currently estimated as $2,297,349 for the Mine Reclamation Cost and $1,286,487 for the Tailings Reclamation Cost, or $2,297,349 for the Mine Reclamation Cost only if the Permit insofar as it covers the Tailings, has been transferred or reissued to SCA, to the extent that the Mine Reclamation Cost and the Tailings Reclamation Cost or the Mine Reclamation Cost only are not covered and secured to the Beneficiary by the Account or ultimate security provided pursuant to Section 8 of the Reclamation Contract.

b. Performance of all obligations of Trustor under the Reclamation Contract.

c. Performance of all obligations of the Trustor contained in this Instrument.

TO PROTECT THE SECURITY OF THIS INSTRUMENT, TRUSTOR HEREBY COVENANTS AND AGREES AS FOLLOWS:

ARTICLE I

COVENANTS AND AGREEMENTS OF TRUSTOR

Trustor hereby covenants and agrees:

1.1 Payment of Secured Obligations. To pay when due the Mine Reclamation Cost and the Tailings Reclamation Cost or the Mine Reclamation Cost only as provided herein or in accordance with the terms of the Reclamation Contract.

1.2 Payment of Taxes and Assessments. To pay all taxes and assessments on the Trust Estate and to pay all charges and assessments on water and water stock used on or with said Trust Estate unless otherwise abated or discharged by the Bankruptcy Court.

1.3 Maintenance. Not to commit waste.

1.4 Insurance. To maintain adequate fire insurance on improvements on the Real Property and to maintain such other policies of insurance as required by the Permit and the Beneficiary's underground coal mining and reclamation regulations.

1.5 Costs of Collection and Fees of Trustee. To pay all costs of collection, including Trustee's and attorney's fees, in the event of default in payment of the indebtedness secured hereby and to pay reasonable Trustee's fees for any of the services performed by Trustee hereunder, including a reconveyance hereof.

1.6 Appointment of Successor Trustee. The Beneficiary may, from time to time, by a written instrument executed and acknowledged by Beneficiary, mailed to Trustor and recorded in the office of the County Recorder of Carbon County and by otherwise complying with the provisions of the applicable law of the State of Utah substitute a successor or successor to the Trustee named herein or acting hereunder.

1.7 Trustee's Powers. At any time, or from time to time, without liability therefor, upon written request of Beneficiary and presentation of this Instrument for endorsement, and without affecting the personal liability of any person for payment of the indebtedness secured hereby or the effect of this Instrument upon the remainder of the Trust Estate, Trustee may (i) reconvey any part of the said Trust Estate; (ii) consent in writing to the making of any map or plat thereof; (iii) join in granting any easement or creating any restriction affecting this Instrument or any agreement subordinating the lien or charge hereof.

1.8 Beneficiary's Power. Without affecting the liability of any other person liable for the payment of any obligation herein mentioned and without affecting the lien or charge of this Instrument , Beneficiary may, from time to time and without notice (i) release any person so liable, (ii) extend the maturity or alter any of the terms of any such obligation, (iii) grant other indulgences, (iv) release or reconvey or cause to be released or reconveyed at any time at Beneficiary's option

any parcel, portion or all of the Trust Estate, (v) take or release any other or additional security for any obligation herein mentioned, or (vi) make compositions or other arrangements with debtors in relation thereto.

ARTICLE II

SECURITY AGREEMENT

2.1 Creation of Security Interest. Trustor hereby grants to Beneficiary a security interest in the Personal Property described at Exhibit "B". To the extent that any property covered by this Instrument consists of personal property subject to the Uniform Commercial Code, this Instrument constitutes a security agreement and is intended to create a security interest in such property in favor of the Beneficiary, subject to all existing security interests in the Trust Estate and subject to the terms of the Reclamation Contract. This Instrument shall be self-operative with respect to such property, but Trustor agrees to execute and deliver on demand such security agreements, financing statements and other instruments as Beneficiary may request in order to impose the lien hereof more specifically upon any such Personal Property.

2.2 Sale and Disposition of Personal Property. Trustor shall have the right to sell and dispose of any items of Personal Property constituting the Trust Estate covered by this Instrument. The proceeds of any such sale shall be deposited by Trustor in the Account established pursuant to paragraph 4 of the Reclamation Contract. The sale proceeds so deposited shall apply

towards full funding of the Account. The proceeds so deposited shall be in addition to and shall not apply to reduce monthly deposits to the Account made pursuant to Section 5 of the Reclamation Contract.

ARTICLE III

RELEASE AND TERMINATION

3.1 Alternative Security. Trustor may submit to Beneficiary at any time during the term of this Instrument and the Reclamation Contract a corporate surety bond, irrevocable letter of credit or other similar securities to secure its obligation to the Beneficiary to reclaim pursuant to the Permit. Beneficiary shall accept such alternate security provided it meets generally applicable statutory and regulatory requirements. Provided, however, that Beneficiary shall not be required to accept a self bond from Trustor. Upon acceptance of such alternative security by the Beneficiary, Trustor shall be entitled to a release from this Instrument and shall be entitled to a distribution of all funds then being held in the Account pursuant to the terms of the Reclamation Contract unless such funds secure the reclamation obligation.

3.2 Reclamation. Upon successful completion of part or all of the reclamation obligation secured hereby, as determined by the Beneficiary and as set forth in the Reclamation Contract, the Beneficiary shall release Trustor from part or all of its obligations under the Reclamation Contract and this Instrument.

3.3 Reconveyance. If the reclamation obligation which this Instrument secures is met, this Instrument shall become null and void and all of the Trustor's interest in the Trust Estate shall revert to Trustor, the entire right, title and interest of Beneficiary shall terminate and Beneficiary shall, promptly after the request of Trustor, execute, acknowledge and deliver to Trustor a reconveyance of this Instrument and a UCC-3 termination statement releasing the security agreement and financing statement created herein. The reconveyance of this Instrument will be recorded in the counties in which this Instrument is recorded. The UCC-3 termination statement will be filed with the State of Utah, Department of Business Regulations, Division of Corporations and Uniform Commercial Code.

ARTICLE IV

Default

4.1 Reclamation. Trustor shall be in default under this Instrument in the event that Trustor fails to execute its reclamation obligation with respect to the Mine and the Tailings as provided herein and by terms of the Reclamation Contract.

4.2 Foreclosure or Sale. In the event of default, Beneficiary may, after thirty days' written notice to Trustor, declare the Mine Reclamation Cost and the Tailings Reclamation Cost or the Mine Reclamation Cost only, as provided by the Reclamation Contract, immediately due and payable and may foreclose this Instrument as a mortgage or a deed of trust as provided by Utah law. In the event of a sale in accordance with

Utah Rules of Civil Procedure ("URCP") Rule 69(e), Trustor hereby waives authority to direct the order of sale as provided by URCP Rule 69(e)(3).

ARTICLE V

MISCELLANEOUS

5.1 Notice. Written notice hereunder shall be deemed to have been made if actually delivered or if mailed by registered or certified mail, postage prepaid, addressed as follows:

IF TO TRUSTOR:

SUNNYSIDE RECLAMATION & SALVAGE, INC.
2033 - 11th Street
Boulder, Colorado 80302
Attention: Kenneth L. Ball

IF TO TRUSTEE:

SOUTH EASTERN UTAH TITLE COMPANY
90 West 100 North
Price, Utah 84501
Attention: Jerry Frandsen

IF TO BENEFICIARY:

STATE OF UTAH, DEPARTMENT OF NATURAL RESOURCES,
DIVISION OF OIL, GAS & MINING
III TRIAD, Suite 350
355 West North Temple
Salt Lake City, Utah 84140
Attention: Dianne R. Nielson
Director

Any party may, by written notice so delivered to the others, change the address to which delivery shall thereafter be made.

5.2 Successors. This Instrument shall bind and inure to the benefit of the respective successors and assigns of Trustor and of Beneficiary.

5.3 Governing Law. This Instrument shall be governed by the laws of the State of Utah.

EXECUTED as of the date first above written.

TRUSTOR:

SUNNYSIDE RECLAMATION & SALVAGE, INC.

BY David B. Gorman
ITS Vice President

STATE OF Colorado)
City: : ss.
COUNTY OF Denver)

On this 9th day of March, 1989, personally appeared before me T. David Gorman, whose identity is personally known to or proved to me on the basis of satisfactory evidence, and who, being by me duly sworn, did say that he/~~she~~ is the Vice President of SUNNYSIDE RECLAMATION & SALVAGE, INC., and that said document was signed by him/~~her~~ in behalf of said corporation by authority of its bylaws, and said Vice President acknowledged to me that said corporation executed the same.

NOTARY PUBLIC

Betty L. Ellis
Notary Public
Residing at Denver, Colorado

My Commission Expires:
My Commission Expires Oct. 12, 1991

DAD:030689a

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EXHIBIT A

1. REAL PROPERTY

Township 13 South, Range 13, East SLBM.

- Section 31: NE1/4SE1/4, EXCEPTING therefrom all oil, gas and other minerals.
- Section 36: All, EXCEPTING therefrom all coal and other minerals.

Township 14 South, Range 13 East, SLBM.

- Section 1: NE1/4NE1/4 (Lot 1), EXCEPTING therefrom all coal and other minerals.
- Section 2: All, EXCEPTING therefrom all coal and other minerals.
- Section 12: All, EXCEPTING therefrom all coal and other minerals.

Township 14 South, Range 14 East, SLBM.

- Section 6: Lots 1, 2, 3, 4, 5 and 7; S1/2NE1/4; SE1/4NW1/4; SE1/4SE1/4; W1/2SE1/4; SE1/4SW1/4.
- Section 7: Lots 1 and 2; E1/2NW1/4; SW1/4NE1/4; SE1/4SE1/4; W1/2SE1/4; E1/2SW1/4.
- Section 8: SE1/4SE1/4, EXCEPTING therefrom all coal and other minerals.
- Section 9: W1/2; W1/2E1/2; E1/2SE1/4; SE1/4NE1/4, EXCEPTING therefrom all coal and other minerals.
- Section 17: NE1/4; SE1/4NW1/4; S1/2SE1/4. SW1/4, less the surface only of the following described portion thereof:

  BEGINNING at a point on the West Right-of-Way line of an existing roadway in Whitmore Canyon, said point being 872.20 feet East and 755.80 feet North from the Southwest Corner of said Section 17, and running thence S 80°00' W 240.00 feet; thence N 15°20' W 147.96 feet; thence N 11° 00' E 200.55 feet; thence N 74°40; E 150.00 feet; thence S 15° 20; E along

said road Right-of-Way line 350.00 feet to the point of beginning.

Section 18:	Lots 2, 3 and 4; E1/2SW1/4; E1/2.
Section 19:	All.
Section 20:	All.
Section 21:	E1/2, EXCEPTING therefrom all coal. W1/2.
Section 22:	All, EXCEPTING therefrom all coal.
Section 23:	W1/2; SE1/4; SW1/4NE1/4, EXCEPTING therefrom all coal. N1/2NE1/4; SE1/4NE1/4.
Section 24:	E1/2NE1/4, EXCEPTING therefrom all coal, petroleum, gas nitrogen and phosphate. SW1/4NW1/4; E1/2SE1/4, EXCEPTING therefrom all coal. NW1/4NW1/4; E1/2NW1/4; SW1/4NE1/4; W1/2SE1/4; E1/2SW1/4; SW1/4SW1/4.
Section 25:	W1/2NE1/4; NE1/4NW1/4; S1/2NW1/4; W1/2SE1/4; SW1/4, EXCEPTING therefrom all coal. E1/2NE1/4; E1/2SE1/4,
Section 26:	All, EXCEPTING therefrom all coal.
Section 27:	All, EXCEPTING therefrom all coal.
Section 28:	All.
Section 29:	All.
Section 30:	SE1/4NW1/4; NE1/4SE1/4; S1/2SE1/4, EXCEPTING therefrom all coal. NE1/4; NE1/4NW1/4; NW1/4SE1/4.
Section 31:	NW1/4NE1/4, EXCEPTING therefrom all coal. Lot 4, LESS the portion thereof within Ridgeway Subdivision; NE1/4NE1/4; S1/2NE1/4; SE1/4; SE1/4SW1/4.
Section 32:	All.
Section 33:	All.
Section 34:	E1/2, EXCEPTING therefrom all coal. W1/2.
Section 35:	All, EXCEPTING therefrom all coal.
Section 36:	W1/2; S1/2NE1/4; W1/2SE1/4, EXCEPTING therefrom all coal. N1/2NE1/4; E1/2SE1/4.

Township 14 South, Range 15 EAST, SLBM.

Section 19: W1/2SW1/4; SE1/4SW1/4.
Section 30: W1/2.
Section 31: NW1/4SW1/4,
EXCEPTING therefrom all coal and other minerals.
NW1/4.

Township 15 South, Range 13 East, SLBM.

Section 1: Lot 3; Lot 1, LESS the portion thereof within Ridgeway Subdivision; SW1/4NE1/4, LESS the following described portion thereof:

Beginning at the center of Section 1 and running thence N 0°15' W 266 feet; N 89°01' E 164 feet; S 0°15' E 266 feet; S 89°01' W 164 feet to beginning:

SE 1/4 NW 1/4;

EXCEPTING therefrom all oil, gas and minerals.

Beginning at a point 516.4 feet S 89°01'W of the E1/4 corner of Section 1; thence S 0°59' E 102.6 feet; thence S 89°01' W 75 feet along the N r/w of Denver Avenue; thence N 0°59' W 102.6 feet; thence N 89°01' E 75 feet to point of beginning.

Section 2: N1/2, LESS the D&RGWRR right of way,
EXCEPTING therefrom all coal and other minerals.

Beginning at a point 435.60 feet West of the SE corner of the SW1/4 and running thence N 100 feet; W 16 feet; N 417.50 feet; E 451 feet; N 556.50 feet; W 346 feet; N 246 feet; W 974 feet; S 1320 feet; E 884.40 feet to beginning; NW1/4SE1/4, LESS that parcel beginning at a point 160 feet N of the SW corner of the NW1/4SE1/4 and running thence N 150 feet; E 150 feet; S 150 feet; W 150 feet to beginning.

Section 3: E1/2NE1/4; NE1/4SE1/4; SW1/4SE1/4,
EXCEPTING therefrom an undivided 15/16 interest in all oil, gas and minerals.

Section 10: N1/2NW1/4; Those portions of the W1/2NE1/4 and SE1/4NW1/4 lying N of the State Highway right of way; E1/2NE1/4, LESS the State Highway right of way and the following 3 parcels:

- Beginning at a point which is 58 feet W and 867 feet S of the NE corner of Section 10, T15S, R13E, SLBM; thence running W along the State Highway r/w 208.7 feet; thence N 208.7 feet; thence E 208.7 feet; thence S 208.7 feet, more or less, to point of beginning. This description is tied to the resurvey made by the United States Land Office Engineers in 1942:

- Commencing on the N boundary of Utah State Highway No. 123, 58 feet W and 867 feet S from the NE corner of Section 10, T15S, R13E, SLBM; thence N 458.70 feet; thence E 417.78 feet; thence S 376.86 feet to said highway boundary; thence S 78°55' W 425.72 feet along said highway boundary to beginning;

- Commencing on the N boundary of Utah State Highway No 123, 266.70 feet W and 906 feet S from the NE corner of Section 10, T15S, R13E, SLBM; thence S 80°24' W along said highway boundary 423.71 feet; thence N 453.09 feet; thence E 417.78 feet; thence S 382.47 feet to beginning,

EXCEPTING therefrom an undivided 15/16 interest in all oil, gas and minerals.

All minerals lying below a depth of more than 500 feet below the surface of the following described tract:

- Beginning at the SW corner of the SE1/4NW1/4 of Section 10, said point being E along the quarter section line 1334 feet, more or less, from the W1/4 corner of said Section 10 and running thence E along the quarter section line 2668 feet, more or less, to the SE corner of the SW1/4NE1/4 of said Section 10; thence along the E line of the SW1/4NE1/4 of said Section 10, N 1207 feet, more or less, to the southerly right of way line of U. S. Highway 123;

thence S 80°13' W along said southerly line 2707 feet, more or less, to the W line of the SE1/4NW1/4 of said Section 10; thence along said W line S 747 feet, more or less, to the point of beginning.

Section 11: W1/2NW1/4, NW1/4SW1/4, LESS the State Highway right of way and the D&RGWRR right of way. Also, LESS that parcel beginning on the N boundary of Utah State Highway at a point 58 feet W and 867 feet S from the NE Corner of Section 10; thence N 458.70 feet; E 417.78 feet; S 376.86 feet to said highway boundary; thence S 78°55' W 425.72 feet along said highway boundary to beginning. ALSO, LESS that parcel beginning at a point S 58°47' W 1420.46 feet from the quarter corner common to Sections 2 and 11 in T15S, R13E, SLBM; thence N 23°25' W 147.58 feet; S 58°47' W 148.96 feet; S 23°25' E 147.57 feet; N 58°47' E 148.96 feet to beginning,
EXCEPTING therefrom an undivided 15/16 interest in all oil, gas and minerals.

Township 15 South, Range 14 East, SLBM.

Section 1: Lots 3 and 4; SW1/4NE1/4; SW1/4SW1/4,
EXCEPTING therefrom all coal.
Lots 1 and 2; SE1/4NE1/4; E1/2SE1/4.

Section 2: All,
EXCEPTING therefrom all coal.

Section 3: E1/2,
EXCEPTING therefrom all coal.
W1/2.

Section 4: All.

Section 5: All,
EXCEPTING therefrom the portion thereof which is within Sunnyside No. 1 Plat and State Highway No. 123.

Section 6: Lots 1, 2, 3, 4, 5 and 7: S1/2NE1/4: SE1/4NW1/4; SE1/4; E1/2SW1/4

EXCEPTING therefrom the following described portions thereof labelled (a) through (j):

a) The following Subdivisions:
- Sunnyside Subdivision - Plat "A.
- Sunnyside Subdivision - Plat "A" (Revised).
- Sunnyside Subdivision - Plat "B"
- Sunnyside Subdivision - Plat "C".
- Sunnyside No. 1 Plat.
- Sunnyside No. 2 Plat.

Sunnyside No. 2 Plat (Revised).
Ridgeway Subdivision.

b) Beginning at the SW Corner of Lot 19, Block 7, SUNNYDALE, Amended Plat, according to the official plat thereof, and running thence N 1°08' W 100 feet to the NW corner of said Lot 19; thence 50.0 feet in an E'ly direction along the arc of a curve to the right whose radius is 377.18 feet; thence N 360.0 feet; thence W 770.0 feet; thence S 540.77 feet; thence E 399.53 feet to the NE corner of Lot 26, Block 4, SUNNYDALE; thence S 48°32'55" E 100.0 feet to the SE corner of said Lot 26; thence 49.38 feet in an E'ly direction along the arc of a curve to the left whose radius is 615.00 feet; thence 251.69 feet in an E'ly direction along the arc of a curve to the right whose radius is 277.18 feet (which curve is the N side of Edgehill Drive) to the point of beginning (Carbon County School District).

c) Beginning at a point 2222 feet S and 1214 feet W of the NE corner of said Section 6, said point also lying on the S'ly r/w line of State Highway 123, and running thence S 18°00' E 59 feet; thence S 72°00' W 84 feet; thence N 18°00' W 50 feet to said highway r/w line; thence N 72°00' E along said r/w 84 feet to the point of beginning.

d) Beginning at a point on the W line of said SW1/4NW1/4 of said Section 6, 261 feet N of the SW corner thereof, which point is the SE corner of that certain tract conveyed to Carbon County School District by Deed from Kaiser Steel Corporation dated November 8, 1957, and filed for record November 15, 1957, in the office of the Recorder of Carbon County and of record in Book 51 at pages 65, et seq., Official Records of said county, running thence along the E line of said tract N 3°31' W 331.3 feet to the true point of beginning of the tract herein conveyed, which point is also the SW corner of this tract; thence continuing along the E line of the aforementioned school tract N 3°31' W 157.2 feet; thence N 72°35' E 222.5 feet, more

or less, to a point on the W'ly boundary line of an existing road known as Valley View; thence along the W'ly boundary of said existing road S 18°07' E 150 feet; thence S 72°35' W 271.4 feet, more or less, to the point of beginning, containing 0.85 acres, more or less. (Church of Jesus Christ of Latter-day Saints).

e) Utah State Highway No 123.

f) Beginning at a point which is South 2605.18 feet and West 1102.67 feet of the Northeast corner of Section 6, Township 15 South, Range 14 East, Salt Lake Base and Meridian; thence S 71°14' W 150.00 feet; thence S 18°46' E 150.00 feet; thence N 71°14' E 150.00 feet; thence N 18°46' W 150.00 feet to the point of beginning.

g) Beginning at the East one quarter corner of Section 6, Township 15 South, Range 14 East, Salt Lake Base and Meridian and running thence S 0°13'39" W, 1818.48 feet along the east section line of Section 6 to the south right of way line of an existing railroad track; thence northwesterly along a curve to the right with a radius of 450.00 feet, through an angle of 83°37'47", for a distance of 656.83 feet having a chord that bears N 40°27'18" W, 600.05 feet; thence N 1°21'36" E, 68.00 feet along the westerly right of way line of an existing railroad track; thence S 57°11'02" W, 338.86 feet to an existing 5/8 inch rebar; thence S 66°15'45" W, 220.17 feet to an existing 5/8 inch rebar; thence S 86°11'30" W, 261.34 feet to a metal fence post; thence N 4°41'13" W, 264.09 feet to a roof bolt on the west side of a gate in a fence line; thence N 10°54'48" W, 189.49 feet to a metal fence post; thence N 0°39'10" W, 254.39 feet to a metal fence post; thence N 10°09'48" W, 315.48 feet to a metal fence post; thence N 6°32'57" W, 232.70 feet to a roof bolt in an existing fence line; thence N 6°32'57" W, 65.24 feet to the south right of way line of a Denver and Rio Grande Railroad as described in a certain deed

dated July 29, 1912; thence N 71°27'00" E, 1209.07 feet along the south line of a 50 foot wide right of way for the Denver and Rio Grande Railroad; thence northeasterly along a curve to the left with a radius of 979.93 feet, through an angle of 9°19'48", for a distance of 159.57 feet, having a chord that bears N 66°47'06: E, 159.40 feet to the east line of said Section 6; thence S 0° 13'39" W, 174.12 feet along the east line of Section 6, to the point of beginning; and

h) Beginning at the southeast corner of Section 6, Township 15 South, Range 14 East, Salt Lake Base and Meridian which is a brass cap; and running thence N 89° 57'59" W, 2646.97 feet along the south line of said Section 6 to the south one-quarter corner of said Section 6; thence S 89°27'59" W, 1321.87 feet along the south line of said Section 6 to the southwest corner of the SE1/4SW1/4 of said Section 6; thence N 59°40'32" E, 666.58 feet to a metal fence post; thence N 44°13'50" E, 430.53 feet to a roof bolt; thence N 59°09'24" E, 167.86 feet to a metal fence post; thence N 63°51'14" E, 188.19 feet to a metal fence post; thence N 60° 15'43" E, 335.60 feet to a metal fence post; thence N 21°00'31" W, 34.15 feet to an east brace post in a barbed wire fence; thence N 81°18'59" E, 1270.98 feet along an existing fence line to a roof bolt; thence N 36°40'17" E, 152.88 feet along a fence line to a roof bolt; thence S 4°41'13" E, 264.09 feet to a metal fence post; thence N 86°11'30" E, 261.34 feet to an existing 5/8 inch rebar; thence N 66°15'45" E, 220.17 feet to an existing rebar; thence N 57°11'02" E, 338.86 feet to the west right of way line of an existing railroad right of way; thence S 1°21'36" W, 68.00 feet along the westerly right of way line of an existing railroad track; thence southeasterly along a curve to the left with a radius of 450.00 feet, through an angle of 83°37'47", for a distance of 656.33 feet having a chord that bears S 40°27'18" E, 600.05 feet to a point on the east line of said Section 6; thence

S 0°13'39" W, 818.01 feet along the section line to the point of beginning.

i) Beginning at the SW corner of the SE 1/4 SW 1/4 of Section 6, T15S, R14E, SLBM, which is a brass cap and running thence N 59 deg. 40'32" E 666.58 feet to a metal fence post; thence N 44 deg. 13'50" E 430.53 feet to a roof bolt; thence N 59 deg. 09'24" E 167.86 feet to a metal fence post; thence N 63 deg. 51'14" E 188.19 feet to a metal fence post; thence N 60 deg. 15"43" E 335.60 feet to a metal fence post; thence N 21 deg. 00'31" W 34.5 feet to an east brace post in a barbed wire fence; thence N 81 deg. 18'59" E 1270.98 feet along an existing fence line to a roof bolt; thence N 36 deg. 40'17" E 152.88 feet along a fence line to a roof bolt; thence N 10 deg. 54'48" W 189.49 feet to a metal fence post; thence N 0 deg. 39' 10" W 254.39 feet to a metal fence post; thence N 10 deg. 09'48" W 315.48 feet to a metal fence post; thence N 6 deg. 32'57" W 232.70 feet to a roof bolt in an existing fence line; thence N 6 deg. 32'57" W 65.24 feet to the south right of way line of a Denver and Rio Grande Railroad as described in a certain deed dated July 29, 1912; thence S 71 deg. 27'00" W 2811.72 feet along the south line of a 50 foot wide right of way for the Denver and Rio Grande Railroad; thense S 0 deg. 50'04" W 153.50 feet to the NW corner of the SE 1/4 SW1/4 of said Section 6; thence S 0 deg. 50'04" W 1326.02 feet along the west line of the SE 1/4 SW 1/4 of said Section 6 to the point of beginning;

j) Beginning at the West one quarter corner of Section 6, Township 15 south, Range 14 East, Salt Lake Base and Meridian; thence North 0°18'05" East for a distance of 262.68 feet, thence North 89°05'55" East for a distance of 75.0 feet, thence South 0°18'05" West for a distance of 262.68 feet, thence South 89°05'55" West for a distance of 75.0 feet to the beginning.

Also, beginning at the NE corner of Lot 6, and running thence S 50 feet; thence N 89° 57' W 133.7 feet; thence S 69°30' W 597.1 feet; thence S 46°37' W 800 feet, more or less, to the intersection with the range line between Ranges 13 East and 14 East; thence N 0°16' E along said range line 578 feet, more or less, to an intersection with the S'ly r/w line of Utah State Highway No. U-123, said point being on the arc of a 1096.3 feet radius curve to the right; thence NE'ly 754.3 feet around the arc of said curve and along said r/w to an intersection with the E-W quarter section line of said Section 6; thence S 89°57' E 613 feet, more or less, along said quarter section line to the point of beginning, and containing 8.2 acres, more or less.

All minerals lying below a depth of more than 500 feet below the surface of the following described tract:

Beginning at a point 2222 feet S and 1214 feet W of the NE corner of Section 6, said point also lying on the S'ly r/w line of State Highway 123, and running thence S 18° 00' E 59 feet; thence S 72°00' W 84 feet; thence N 18°00' W 50 feet to said highway r/w line; thence N 72°00' E along said r/w 84 feet to the point of beginning.

Section 7: All that land comprising an area of 181.34 acres, more or less, in Lots 1, 2, 3 and 4 and E1/2W1/2 and W1/2W1/2SE1/4 of said Section 7, lying E of the Carbon County Railroad r/w, the E'ly boundary of said Railroad r/w being 100.0 feet distant from the centerline of said r/w, more particularly described as follows:

Commencing at the intersection of the S line of Section 7, T15S, R14E, SLBM, and the E'ly r/w line of the Carbon County Railroad, said point being more or less S 89°59' E 2053.10 feet from the South Closing Corner between Section 7 and 18 on the Range line between Range 13 East and 14 East in T15S, SLBM, as established by the 1899 survey of the General Land Office; thence S 89°59' E 1233.70 feet to the SE corner of the W1/2W1/2SE1/4 of said Section 7; thence N 2640.0 feet, more or less, to the NE

corner of the W1/2W1/2SE1/4 of said Section 7; thence N 89°59′ W 660.0 feet, more or less, to the center of said Section 7; thence N along the quarter section line 2640.0 feet, more or less, to the N1/4 corner of said Section 7; thence along the section line S 89°27′ W as established by a Dependent Resurvey of the N boundary of said Section 7 by the General Land Office in 1942 a distance of 1860.02 feet, more or less, to a point of intersection of said section line and the E'ly r/w line of the Carbon County Railroad said point being located on the arc of a 673.7 feet radius curve right and 100.0 feet E'ly from the centerline of said railroad; thence following S'ly around the arc of said 673.7 feet radius curve 490.0 feet, more or less, to a point located 100.0 feet at right angles to the E'ly from station 107+05.9 of the Carbon County Railroad, said station being at P.T. of a 10° curve to the right; thence S 21°23′ W 245.4 feet along a line 100.0 feet from the parallel to the centerline of said railroad to a point at right angles from Station 109+51.4, said station being the P.C. of an 8° curve left; thence S'ly along and around the arc of a 616.8 feet radius curve 100.0 feet from and parallel to the centerline of said railroad 305.0 feet to a point located at right angles from Station 113+05.9 P.T. of said railroad centerline; thence S 6°57′ E 2782.6 feet along a line 100.0 feet from and parallel to the centerline of said railroad to a point at right angles from Station 140+88.2 said station being the P.C. of a 4° curve left; thence along and around the arc of a 1332.7 feet radius curve 100.0 feet from and parallel to the centerline of said railroad 896.81 feet to a point located at right angles from Station 150+50.7 P.T. of said railroad centerline; thence S 45°27′ E 982.76 feet along a line 100.0 feet from and parallel to the centerline of said railroad to a point at right angles from Station 160+33.66 of said railroad centerline and which point is a point of intersection of said section line between Sections 7 and 18

and the E'ly r/w line of said railroad, said point being the point of beginning.

LESS the following described portions thereof:

Lot 1; NE1/4NW1/4; N1/2S1/2NW1/4

Section 8:	Lots 3 and 4, EXCEPTING therefrom all coal and other minerals. Lots 1 and 2; SE1/4NE1/4; NE1/4SE1/4; S1/2SE1/4.
Section 9:	All.
Section 10:	NE1/4, EXCEPTING therefrom all coal. NW1/4; S1/2.
Section 15:	W1/2; N1/2NE1/4.
Section 16:	All, EXCEPTING therefrom the following described portion thereof:

Beginning at the SW corner of said Section 16, and running thence N 500 feet; thence E 900 feet; thence S 500 feet; thence W 900 feet to the point of beginning, containing 10.3 acres, more or less.

Section 17:	E1/2NE1/4; NE1/4SE1/4.
Section 32:	E1/2NE1/4; E1/2SE1/4; SW1/4SE1/4, EXCEPTING therefrom all coal.

Township 15 South, Range 15 East, SLBM.

Section 6:	W1/2; SW1/4SE1/4, EXCEPTING therefrom all coal.
Section 7:	E1/2NW1/4; NW1/4NE1/4; S1/2NE1/4; N1/2SE1/4; SE1/4SE1/4, EXCEPTING therefrom all coal.
Section 8:	SW1/4SW1/4, EXCEPTING therefrom all coal.
Section 17:	W1/2NW1//4; SE1/4NW1/4; SW1/4, EXCEPTING therefrom all coal.
Section 18:	NE1/4/NE1/4, EXCEPTING therefrom all coal.
Section 20:	E1/2/NW1/4; NW1/NW1/4; NW1/4SE1/4; E1/2SW1/4, EXCEPTING therefrom all coal.
Section 29:	E1/2SE1/4; NW1/4SE1/4, EXCEPTING therefrom all coal.

Township 15 South, Range 14 East, SLBM.

Sunnyside Subdivision - Plat "A":

- Block 3: Lots 5, 6, 10, 13, 20, 21, 23, 30 and 32.

Sunnyside Subdivision - Plat "B":

- Block 4: Lots 1, 10.
- Block 5: Lots 2, 4, 5, 43, 46, 49, 50, 51, 53, 54 and 55.
- Block 6: Lots 1, 3, 5, 6, 7, 9, 12, 14, 15, 17, 18, 19, 21, 23, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 36, 37, and 38.
- Block 7: Lots 1 and 10A.
- Block 7A: Lot 18.

Sunnyside Subdivision - Plat "C":

- Block 8: Lot 1, LESS South 15 feet; Lots 3, 4, 5, 6, 8, 9 and 10, LESS North 85 feet.
- Block 9: Lots 1, 2, 4, 5, 6, 7, 8, 9, 10, 12, 13, 14, 15, 16 and 17.
- Block 10: Lots 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16 and 17, LESS .010 acres.

Sunnyside No. 2 Plat:

- Block 11: Lots 2, 4 and 5.

Sunnyside No. 1 Plat:

- Block 12: Lots 1, 5, 10, 15, 16 and 18.

EXCEPTING from all of the above-described portions of the Sunnyside townsite all minerals, oil, gas, asphaltum, and other hydrocarbons, and all chemical gas, now or hereafter found lying more than 500 feet below the surface thereof, but without any right whatsoever to enter upon the surface of said land or upon any part of said lands within 500 feet vertical distance below the surface thereof.

Sunnyside Subdivision Plat "B":

- Block 7: Lot 10B.

Sunnyside Subdivision Plat A (Revised):

- Block 1: Lots 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, 28, 29 and 30.

- Block 2: Lots 1, 2, 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18, 19, 20, 21, 22, 23, 24, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 37, 37, 38 and 39.

Sunnyside No. 2 (Revised):

- Block 13: Lots 1, 2, 3, 4, 5, 6, 7, 8 and 9.

Ridgeway Subdivision:

- Lots 3, 4, 5, 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16, 17, 18 and 19; Common area between Lots 13 and 14.

All minerals lying below a depth of more than 500 feet below the surface of the following described land:

Sunnyside Subdivision - Plat "A":

- Block 3: Lots 5, 6, 10, 13, 20, 21, 23, 30 and 32.

Sunnyside Subdivision - Plat "B":

- Block 4: Lots 1, 10.
- Block 5: Lots 2, 4, 5, 43, 46, 49, 50, 51, 53, 54, and 55.
- Block 6: Lots 1, 3, 5, 6, 7, 9, 12, 14, 15, 17, 18, 19, 21, 23, 25, 26, 27, 28, 29, 30, 31, 32, 33, 34, 35, 36, 37 and 38.
- Block 7: Lots 1 and 10A.
- Block 7A: Lot 18.

Sunnyside Subdivision - Plat "C":

- Block 8: Lot 1, LESS South 15 feet; Lots 3, 4, 5, 6, 8, 9 and 10, LESS North 85 feet.
- Block 9: Lots 1, 2, 4, 5, 6, 7, 8, 9, 10, 12, 13, 14, 15, 16 and 17.
- Block 10: Lots 6, 7, 8, 9, 10, 11, 12, 13, 14, 15, 16 and 17, LESS .010 acres.

Sunnyside No. 2 Plat:

- Block 11: Lots 2, 4 and 5.

Sunnyside No. 1 Plat:

- Block 12: Lots 1, 5, 10, 15, 16 and 18.

Township 17 South, Range 16 East, SLBM.

Section 4: SE1/4NW1/4, SW1/4NE1/4, NW1/4SE1/4, EXCEPTING therefrom all coal and other minerals.

Section 15: N1/2NW1/4, SW1/4NE1/4, NE1/4SW1/4, EXCEPTING therefrom all oil, gas and other minerals.

Township 15 South, Range 14 East, East SLBM.

Sections 6 & 7: All those real property rights reserved by Seller in Deed, Assignment and Bill of Sale by and between Kaiser Fuel Corporation, Kaiser Coal Corporation, and Sunnyside Fuel Corporation dated as of the 28th day of December, 1987, and of record at Book 277, page 679, Carbon County Utah.

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2. COAL MINING LEASES

A LEASEHOLD ESTATE consisting of the rights and interests in the land hereinafter described, which are set forth in and granted by the terms of consolidated Coal Leases bearing Serial Nos. SL-062966 - 063383 - U-010140, including the following:

Coal Lease dated November 12, 1943, executed by the United States of America in favor of Utah Fuel Company, consolidated serial no. SL-062966 - U-063383, recorded June 4, 1952, in Book 17 at page 41 (Carbon County)

MODIFIED by Lease dated May 1, 1952, recorded June 4, 1952, in Book 17 at page 38 (Carbon County)

MODIFIED by Lease dated February 1, 1955, recorded January 9, 1958, in Book 52 at page 204 (Carbon County)

MODIFIED by Lease dated May 4, 1956, recorded April 15, 1958, in Book 54 at page 31 (Carbon County)

ASSIGNED to Kaiser Coal Corporation by Assignment dated March 28, 1985 and recorded in Book 248 at pages 589-619 (Carbon County)

Township 14 South, Range 13 East, SLBM.

Section 1: Lots 6, 7, SE1/4SW1/4; W1/2SE1/4.
Section 12: Lots 1-4, S1/2N1/2, NE1/4SW1/4, SE1/4.
Section 13: NE1/4NE1/4.
Section 24: S1/2SE1/4.
Section 25: Lot 1.

Township 14 South, Range 14 East, SLBM.

Section 7: Lots 3 and 4.
Section 18: Lot 1, E1/2NW1/4.
Section 30: Lot 1, SE1/4NW1/4, E1/2SE1/4, SW1/4SE1/4, NE1/4SW1/4.
Section 31: NW1/4NE1/4.

A LEASEHOLD ESTATE consisting of the rights and interests in the land hereinafter described, which are set forth in and granted by the terms of that certain unrecorded Coal Lease dated March 1, 1979, executed by the United States of America in favor of Kaiser Steel Corporation, Serial No. U-32083, referred to in Notice of Interest in Coal Leases recorded January 27, 1984 in Book 235 at page 607 (Carbon County):

ASSIGNED to Kaiser Coal Corporation by Assignment dated March 28, 1985 and recorded in Book 248 at pages 589-619 (Carbon County)

Township 14 South, Range 14 East, SLBM.

Section 6:	Lot 6, N1/2SW1/4.
Section 8:	SW1/4, SW1/4SE1/4.
Section 17:	N1/2NW1/4, SW1/4NW1/4, N1/2SE1/4.

A LEASEHOLD ESTATE consisting of the rights and interests in the land hereinafter described, which are set forth in and granted by the terms of that certain unrecorded Coal Lease dated July 1, 1952, executed by the United States of America in favor of Kaiser Steel Corporation, Serial No. U-02785, referred to in the Notice of Interest in Coal Leases recorded January 27, 1984 in Book 235 at page 607 (Carbon County):

Modified by Lease dated July 1, 1960

ASSIGNED to Kaiser Coal Corporation by Assignment dated March 28, 1985 and recorded in Book 248 at pages 589-619 (Carbon County)

Township 13 South, Range 13 East, SLBM.

Section 19:	NE1/4SE1/4, S1/2SE1/4.
Section 20:	S1/2NW1/4, SW1/4, W1/2SE1/4, SE1/SE1/4.
Section 28:	W1/2NW1/4, SE1/4NW1/4, SW1/4, W1/2SE1/4, SE1/4SE1/4.
Section 29:	All.
Section 30:	E1/2, E1/2W1/2.
Section 31:	N1/2NE1/4, NE1/4NW1/4.
Section 33:	NW1/4NE1/4, NW1/4, NW1/4SW1/4.

A LEASEHOLD ESTATE consisting of the rights and interests in the land hereinafter described, which are set forth in and granted by the terms of that certain unrecorded Coal Lease dated July 1, 1960, executed by the United States of America in favor of Heiner Coal Company, Serial No. U-039706, referred to in the Notice of Interest in Coal Leases recorded January 27, 1984 in Book 235 at page 607 (Carbon County):

ASSIGNED to Pacific States Steel Corporation by unrecorded Assignment dated December 1, 1960

ASSIGNED to Kaiser Steel Corporation by unrecorded Assignment dated May 1, 1965

ASSIGNED to Kaiser Coal Corporation by Assignment dated March 28, 1985 and recorded in Book 248 at pages 589-619 (Carbon County)

Township 13 South, Range 13 East, SLBM.

Section 33: SW1/4SW1/4, E1/2SW1/4, SE1/4.
Section 34: SW1/4, SE1/4NW1/4, S1/2NE1/4, SE1/4.
Section 35: S1/2, S1/2N1/2.

Township 14 South, Range 13 East, SLBM.

Section 3: All.
Section 4: Lots 1-4, S1/2N1/2, SE1/4.
Section 5: Lots 1 and 2, SE1/4NE1/4.
Section 9: N1/2NE1/4.
Section 10: NW1/4NW1/4.

A LEASEHOLD ESTATE consisting of the rights and interests in the land hereinafter described, which are set forth in and granted by the terms of that certain unrecorded Coal Lease dated December 24, 1959, executed by the State of Utah in favor of Heiner Coal Company, a Utah corporation, Mineral Lease No. 3499, referred to in the Notice of Interest in Coal Leases recorded January 27, 1984 in Book 235 at page 607 (Carbon County):

ASSIGNED to Pacific States Steel Corporation, a California corporation, by unrecorded Assignment dated November 10, 1960

ASSIGNED to Kaiser Steel Corporation by unrecorded Assignment dated March 26, 1965

ASSIGNED to Kaiser Coal Corporation by Assignment dated March 28, 1985 and recorded in Book 248 at pages 589-619 (Carbon County)

Township 13 South, Range 13 East, SLBM.

Section 32: All.

A LEASEHOLD ESTATE consisting of the rights and interests in the land hereinafter described, which are set forth in and granted by the terms of that certain Coal Lease dated effective as of August 18, 1985, from Carbon County in favor of Kaiser Steel Corporation recorded January 16, 1986 in Book 256 at page 721 (Carbon County):

ASSIGNED to Kaiser Coal Corporation by Assignment dated March 28, 1985 and recorded in Book 248 at pages 589-619 (Carbon County)

Township 14 South, Range 14 East, SLBM.

Section 21: SE1/4.
Section 27: SW1/4, SW1/4NW1/4.
Section 34: E1/2.

Township 15 South, Range 14 East, SLBM.

Section 3: E1/2.
Section 10: NE1/4.

The water rights, real property leases, licenses, servitudes, easements, rights-of-way and royalty interests to be purchased by Buyer include, without limitation, the following:

1. <u>WATER RIGHTS</u>

The following described water rights in Carbon and Emery Counties, State of Utah, identified by the following Water Users Claim (W.U.C. Numbers) on file in the office of the Utah State Engineer:

WUC 91-11
WUC 91-28
WUC 91-33
WUC 91-55
WUC 91-71*
WUC 91-81
WUC 91-84
WUC 91-89
WUC 91-98
WUC 91-100
WUC 91-114
WUC 91-118*
WUC 91-125
WUC 91-138
WUC 91-143*
WUC 91-144
WUC 91-145*
WUC 91-146
WUC 91-158*
WUC 91-159*
WUC 91-178
WUC 91-192
WUC 91-231
WUC 91-298

WUC 91-361*
WUC 91-362
WUC 91-372*

WUC 91-367
WUC 91-368
WUC 91-369
WUC 91-1635
WUC 91-1640
WUC 91-2655
WUC 91-3006
WUC 91-3169
WUC 91-3458
WUC 91-3459
WUC 91-3464
WUC 91-3465
WUC 91-3519
WUC 91-3520
WUC 91-3521
WUC 91-3522*
WUC 91-3523
WUC 91-3524*
WUC 91-3526
WUC 91-3530
WUC 91-3532
WUC 91-3533
WUC 91-3914
WUC 91-4270
WUC 47-15

Note: WUC numbers designated by an "*" are subject to Agreement for the Purchase and Sale of Real Property and Water Rights dated March 11, 1987 between Sunnyside Cogeneration Associates and Kaiser Coal Corporation.

Rights arising under Memorandum Agreement dated September 17, 1951 between Geneva Steel Company and Kaiser Steel Corporation relating to ownership and operation of the Grassy Trail Reservoir and related facilities, as such Memorandum Agreement has been amended and supplemented, together with all rights in and to that certain water pipeline from the Grassy Trail Reservoir to its terminus near East Carbon City and all reservoirs and storage tanks associated with such pipeline.

T. 14S., R. 14E., SLB&M

Section 7: NW1/4, N1/2SW1/4

2. REAL PROPERTY LEASES.

Grazing Permit No. 22405 dated April 27, 1983 from the State of Utah to Kaiser Steel Corporation covering the following described land:

REAL PROPERTY LEASES, LICENSES & EASEMENTS

1. REAL PROPERTY LEASES.

Grazing Permit No. 22405 dated April 27, 1983 from the State of Utah to Kaiser Steel Corporation covering the following described land:

Township 14 South, Range 14 East, SLBM.

- Section 16: All.

Grazing Permit No. 20231 dated April 16, 1984 from the State of Utah to Kaiser Steel Corporation covering the following described land:

Township 14 South, Range 13 East, SLBM.

- Section 36: All

Agreement and Right of Way dated September 30, 1955 between Kaiser Steel Corporation and Preston Nutter Corporation for joint use and maintenance of roads.

Lease Agreement dated April 1, 1976 between Kaiser Steel Corporation and Sam A. Provenza and Karen L. Provenza.

Rental Agreement dated April 7, 1966 between the United States of America and Kaiser Steel Corporation.

Lease Agreement dated June 28, 1979 between Kaiser Steel Corporation and the United States of America covering a tract of land in the NW1/4 of Section 20, Township 14 South, Range 14 East, SLBM, more particularly described as follows:

- Beginning at the NW corner of Section 20 then E 1254 feet, then S 355 feet to the point of beginning; then N 47°47' E 65

feet, then S 42°13'65" then S 47°47' W 65 feet then N 42°13' W 65 feet to the point of beginning, containing 0.10 acres, more or less.

Lease Agreement dated January 5, 1981 between Kaiser Steel Corporation and Dale Y. Andrews covering the following land:

Township 15 South Range 13 East, SLBM.

Section 2:	N1/2 less the golf course and the Sunnyside Disposal Plant.
Section 3:	E1/2NE1/4, NE1/4SE1/4, SW1/4SE1/4.
Section 6:	Commencing at a point 2000 feet east and 900 feet north of the southwest corner of the section, then north 70°30' east 1800 feet, then north 19°30' West 800 feet, then south 70°30' west 1800 feet, then south 19°30' east 800 feet to beginning.
Section 10:	NE1/4, N1/2NW1/4, SE1/4NW1/4 less four tracts totalling 64.8 acres more particularly described in the Lease Agreement.
Section 11:	W1/2NW1/4, NW1/4SW1/4, less a 0.5 acre tract more particularly described in the Lease Agreement.

Lease Agreement dated January 1, 1972 between Kaiser Steel Corporation and Space Electronics, Inc. covering the following described land:

Township 14 South, Range 14 East, SLBM.

PARCEL ONE: A square tract of land, 200 feet on each side, such sides running due North, South, East and West, the center point of such square lying due North 2,925 feet from the Southwest corner of Section 19.

PARCEL TWO: A square tract of land, 200 feet on each side, such sides running due North, South, East and West, the center of such square lying due North 1,550 feet from the Southwest corner of Section 19.

Agreement for Construction and Maintenance of Tiltmeter Station on Private Property dated September 1, 1962 between Kaiser Steel Corporation and the United States of America on a portion of the following described land:

Township 14 South, Range 14 East, SLB&M.

Section 28: SW1/4.

Lease Agreement dated November 1, 1980 between Kaiser Steel Corporation and Kaiser Steel Credit Union.

Agreement of Lease dated May 1, 1957 between the Roman Catholic Bishop of Salt Lake City and Kaiser Steel Corporation.

Lease Agreement dated March 1, 1977 between Kaiser Steel Corporation and Donald Leonard, Rachelle T. Leonard and Jimmy D. Leanard, dba Miners Trading Post.

Agreement for Construction and Maintenance of Tiltmeter Station dated September 1, 1962 between Kaiser Steel Corporation and the United States of America on a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 28: SW1/4.

Land Lease Agreement between Kaiser and Sunnyside Cogeneration Associates, dated March 30, 1987, and Amendment to Land Lease Agreement dated December 28, 1987.

2. LICENSES

The exclusive rights of Kaiser Steel Corporation and United States Steel Corporation to mine and dispose of coal, pursuant to a Mining Agreement dated December 1, 1975, by and between Kaiser Steel Corporation and United States Steel Corporation, recorded September 14, 1981, in Book 210 at page 374, from the following areas:

- Beginning at the NW corner of Section 2, T14S, R13E, SLBM; thence S 89°47' E 1320 feet to the NE corner of NW1/4NW1/4 of said Section 2; thence S 44°25' W 1874.7 feet to the SW corner of the NW1/4NW1/4 of Section 2; thence N 0°01' W 1335.84 feet to the point of beginning;

- Beginning at a point 1408.38 feet from the SE corner of Section 13, T14S, R13E, SLBM; thence S 39°25' W 2576 feet; thence N 42°26' W 50.51 feet; thence N 39°25' E 2629.68 feet; thence S 78.75 feet to point of beginning.

- Beginning at the SE corner of Section 35, T13S, R13E, SLBM; thence N 89° 47' W 1320 feet to the SW Corner SE1/4SE1/4 of said section; thence N 45° 06' E 1862.96 feet to the NE Corner SE1/4SE1/4 of said section; thence S 00°01' E 1320 feet to the point of beginning; and

- Beginning at the NW Corner SW1/4NW1/4 of Section 18, T14S, R14E, SLBM; thence S 45°05' E 1577.42 feet; thence S 39°25' W 1759.11 feet; thence N 2472.87 feet to the point of beginning.

The exclusive rights of Kaiser Steel Corporation and United States Steel Corporation to mine and dispose of coal, pursuant to a Mining Agreement dated March 13, 1962 by and between Kaiser Steel Corporation and United States Steel Corporation, recorded September 14, 1981, in Book 210 at page 395, from the following areas:

- Beginning at a point which bears N 0°02' E 1294.59 feet from the SE corner of Section 24, T14S, R13E, SLBM, and running thence N 0°02' E 1294.59 feet; thence N 0°00' E 830.41 feet; thence S 57°11' W 3905.58 feet; thence S 89°51' E 3280.0 feet to place of beginning; and

- Beginning at a point which bears S 1320 feet from the NE corner of Section 13, T14S, R13E, SLBM; thence N 89° 51; W 1327.76 feet; thence N 1320 feet; thence N 89°51' W 1327.43 feet; thence N 1320 feet; thence N 89°51' W 1327.22 feet; thence N 1320 feet; thence N 89°51' W 1327.01 feet; thence N 1320 feet; thence S 45°05' E 7497.68 feet to the point of beginning.

The exclusive rights of Kaiser Steel Corporation and United States Steel Corporation to mine and dispose of coal, pursuant to a Mining Agreement dated October 22, 1973 by and between Kaiser Steel Corporation and United States Steel Corporation, recorded September 14, 1981, in Book 210 at page 386, from the following areas:

- Beginning at the NE corner of Section 24, T14S, R13E, SLBM; thence S 0°07' E, 1860.41 feet; thence S 57° 11' W 430.00 feet; thence N 38° 23' W 1165.91 feet; thence N 42° 26' W 810.00 feet; thence N 39°25' E 2576.00 feet; thence S 1408.38 feet to the place of beginning; and

- Beginning at the S1/4 corner of Section 3, T14S, R13E, SLBM; thence S 89°50' E 2644.62 feet to the SE corner of said section; thence N 0°01' W 3971.88 feet to the NE corner of the SE1/4NE1/4 of said section; thence S 33°42' W 4764.73 feet to the point of beginning.

3. <u>SERVITUDES</u>

The rights to enter and use the following described property reserved unto Kaiser Coal Corporation, its successors and assigns, under Deed, Assignment and Bill of Sale dated December 28, 1987 and recorded in Book 277 at page 679 of the records of Carbon County, Utah:

<u>Township 15 South, Range 14 East, S.L.B.&M.</u>

- Section 6: Beginning at the East one quarter corner of Section 6, Township 15 South, Range 14 East, Salt Lake Base and Meridian and running thence S 0°13'39" W, 1818.48 feet along the east section line of Section 6 to the south right of way line of an existing railroad track; thence northwesterly along a curve to the right with a radius of 450.00 feet, through an angle of 83°37'47", for a distance of 656.83 feet having a chord that bears N 40° 27'18" W, 600.05 feet; thence N 1° 21'36" E, 68.00 feet along the westerly right of way

line of an existing railroad track; thence S 57°11'02" W, 338.86 feet to an existing 5/8 inch rebar; thence S 66°15'45" W, 220.17 feet to an existing 5/8 inch rebar; thence S 86° 11' 30" W, 261.34 feet to a metal fence post; thence N 4°41'13" W, 264.09 feet to a roof bolt on the west side of a gate in a fence line; thence N 10°54'48" W, 189.49 feet to a metal fence post; thence N 0°39'10" W, 254.39 feet to a metal fence post; thence N 10° 09'48" W, 315.48 feet to a metal fence post; thence N 6°32'57" W, 232.70 feet to a roof bolt in an existing fence line; thence N 6° 32'57" W, 65.24 feet to the south right of way line of a Denver and Rio Grande Railroad as described in a certain deed dated July 29, 1912; thence N 71°27'00" E, 1209.07 feet along the south line of a 50 foot wide right of way for the Denver and Rio Grande Railroad; thence northeasterly along a curve to the left with a radius of 979.93 feet, through an angle of 9°19'48", for a distance of 159.57 feet, having a chord that bears N 66° 47'06" E, 159.40 feet to the east line of said Section 6; thence S 0°13'39" W, 174.12 feet along the east line of Section 6, to the point of beginning; and

Beginning at the southeast corner of Section 6, Township 15 South, Range 14 East, Salt Lake Base and Meridian which is a brass cap; and running thence N 89° 57'59" W, 2646.97 feet along the south line of said Section 6 to the south one-quarter corner of said Section 6; thence S 89°27'59" W, 1321.87 feet along the south line of said Section 6 to the southwest corner of the SE1/4SW1/4 of said Section 6; thence N 59°40'32" E, 666.58 feet to a metal fence post; thence N 44°13'50" E, 430.53 feet to a roof bolt; thence N 59° 09'24" E, 167.86 feet to a metal fence post; thence N 63°51'14" E, 188.19 feet to a metal fence post; thence N 60°15'43" E, 335.60 feet to a metal fence post; thence N 21° 00'31" W, 34.15 feet to an east brace post in a barbed wire fence; thence N 81° 18'59" E, 1270.98 feet along an existing fence line to a roof bolt; thence N 36°40'17" E, 152.88 feet along a fence line to a roof bolt; thence S 4° 41'13" E, 264.09 feet to a metal fence post; thence N 86°11'30" E, 261.34 feet to an existing 5/8 inch rebar; thence N 66°15'45" E, 220.17 feet to an existing rebar; thence N 57°11'02" E, 338.86 feet to

the west right of way line of an existing railroad right of way; thence S 1° 21'36" W, 68.00 feet along the westerly right of way line of an existing railroad track; thence southeasterly along a curve to the left with a radius of 450.00 feet, through an angle of 83°37'47", for a distance of 656.83 feet having a chord that bears S 40°27'18" E, 600.05 feet to a point on the east line of said Section 6; thence S 0° 13'39" W, 818.01 feet along the section line to the point of beginning.

Section 7: Beginning at the northwest corner of Section 7, Township 15 South, Range 14 East, Salt Lake Base and Meridian, which is a brass cap; and running thence N 89° 27'59" E, 1253.27 feet along the north line of said Section 7 to the northeast corner of the NW1/4NW1/4 of said Section 7; thence N 89°27'59" E, 1321.87 feet along the north line of said Section 7 to the north one quarter corner of said Section 7; thence S 89° 57'59" E, 2646.97 feet along the north line of said Section 7 to the northeast corner of said Section 7 which is a brass cap; thence S 0°15'54" W, 1322.37 feet along the east line of said Section 7 to the southeast corner of the NE1/4NE1/4 of said Section 7; thence S 89° 53'03" W, 2656.91 feet along the south line of the north one half of the northeast one quarter of said Section 7 to the southwest corner of the NW1/4NE1/4 of said Section 7; thence S 0°41'30" W, 664.69 feet along the east line of the SE1/4NW1/4 of said Section 7 to the southeast corner of the NE1/4SE1/4NW1/4 of said Section 7; thence S 89° 40'06" W, 2560.98 feet along the south line of the north one half of the south one half of the northwest one quarter of said Section 7 to the southwest corner of the NW1/4SW1/4NW1/4 of said Section 7; thence N 0° 17'17" E, 1984.79 feet along the west section line of said Section 7 to the point of beginning, less a strip of land 200 feet wide for an existing railroad right of way lying in the west half of Section 7, Township 15 South, Range 14 East, Salt Lake Base and Meridian, the boundaries of which are parallel to and 100 feet distant at right angles from the following described center line:

Beginning at a point on the north boundary line of said Section 7, which point is Station 102+50.0 P.O.C. of the Railroad Center Line Survey, said point being N 89° 27'59" E, 633.0 feet, more or less, along the north line of said Section 7, said point being on a curve to the right with a radius of 572.96 feet through an angle of 114°43' for a distance of 1147.2 feet and having a chord bearing of S 1° 24'18" E. and a distance of 443.97 feet, the tangent to curve at this point bearing S 24°12' E; thence continuing on the same curve right 455.9 feet in a southerly direction to Station 107+05.9 P.T.; thence S 21° 23' W, 245.5 feet to Station 109+51.4 P.C., which point is the beginning of a curve to the left with a radius of 716.20 feet through an angle of 28° 20' for a distance of 354.2 feet and having a chord bearing of S 7°13' W and a distance of 350.57 feet to Station 113+05.6 P.T.; thence S 6°57' E, 973.89 feet to Station 122+79.49, said point being on the south line of the north one half of the south one half of the northwest one quarter of said Section 7.

4. EASEMENTS AND RIGHTS-OF-WAY

Right-of-way SL-064436 dated August 16, 1944 from the United States of America to Kaiser Steel Corporation for electric power transmission across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 8: SW1/4NE1/4, SE1/4NW1/4, NE1/4SW1/4, NW1/4SE1/4.

Private Way License dated April 10, 1945 from the Denver & Rio Grande Western Railroad to Utah Fuel Company and Kaiser Company, Inc. for a road crossing across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 32: SE1/4SW1/4.

License Agreement dated May 22, 1946 between the Denver & Rio Grande Western Railroad and Utah Fuel Company for a track crossing for electric lines across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 32: All.

Easement dated March 11, 1946 from Louis and Elena Oliveto to Kaiser Steel Corporation for a power transmission line across a portion of the following described land:

Township South, Range East, S.L.B.&M.

Section

Right-of-Way SL-065523 dated November 17, 1947 from the United States of America to Utah Fuel Company for a power transmission line across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 30: E1/2SW1/3,
Section 31: Lot 1.

Right-of-Way dated August 26, 1945 from Geneva Steel Company to Kaiser Steel Corporation for a road connection to State Highway 124 across a portion of the following described land:

Township 16 South Range 14 East, S.L.B.&M.

Section 4: All.
Section 5: All.
Section 8: All.
Section 9: All.

Right-of-Way No. U-08993 dated May 14, 1953 from the United States of America to Kaiser Steel Corporation for a water pipeline across a portion of the following described land:

Township 15 South, Range 13 East, S.L.B.&M.

Section 1: Lot 4.

Right-of-Way SL-069099 dated August 15, 1951 from the United States of America to Kaiser & Frazer Parts Company for a tramroad across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 7: SW1/4NE1/4.

Right-of-Way No. U-016755 dated July 10, 1957 from the United States of America to Kaiser Steel Corporation for a power transmission line across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 7: SE1/4NE1/4;
Section 8: Lots 5, 6.

Right-of-Way No. U-029686 dated August 13, 1958 from the United States of America to Kaiser Steel Corporation for a power line across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 8: Lot 6, NE1/4SW1/4, SW1/4NE1/4, NW1/4SE1/4.

Lease dated December 29, 1955 from the Denver & Rio Grande Western Railroad to Heiner Coal Company for a coal loading station on a portion of the following described land:

Township 13 South, Range 12 East, S.L.B.&M.

Section 21: NE1/4NE1/4.

Private Way License dated December 19, 1955 from the Denver & Rio Grande Western Railroad to Heiner Coal Company for a road crossing across a portion of the following described land:

Township 13 South, Range 12 East, S.L.B.&M.

Section 21: NE1/4NE1/4.

Right-of-Way U-54740 dated October 19, 1987 from the United States of America to Kaiser Coal Corporation for a roadway across the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 8: Lot 5, 6, SW1/4NE1/4, NW1/4SE1/4, SE1/4NW1/4, NE1/4SW1/4.

Right-of-Way U-012439 dated June 29, 1956 from the United States of America to Kaiser Steel Corporation for an irrigation facility on the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 7: Lot 3.

Water-Way License dated April 22, 1952 from the Denver and Rio Grande Western Railroad Company to Kaiser Steel Corporation covering a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: SE1/4NE1/4.

Water-Way License dated May 15, 1952 from the Denver and Rio Grande Western Railroad Company to Kaiser Steel Corporation covering a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 32: E1/2.

Pole and Wire License dated September 30, 1943 from Sunnyside Improvement Company to Utah Power & Light Company for construction of power lines across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: All.

Easement Deed dated April 9, 1930 from Utah Fuel Company to the Denver & Rio Grande Western Railroad for a rail extension across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 32: NW1/4NE1/4.

Agreement dated January 16, 1952 from Kaiser Steel Corporation to United States Steel Company for a water pipeline across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: Lot 6.

Pole Line Easement dated December 29, 1942 from Utah Grazing Lands Company to Utah Power & Light Company for an electric transmission line across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 7: N1/2NE1/4.

Pole Line Easement dated December 29, 1942 from Utah Grazing Lands Company to Utah Power & Light Company for an electric transmission line across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 9: NW1/4.

Pole Line Easement dated September 4, 1958 from Kaiser Steel Corporation to Utah Power & Light Company for an electric transmission line across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 5: All.

Township 14 South, Range 14 East, S.L.B.&M.

Section 9: All.
Section 17: All.

Grant of Easement dated December 15, 1959 from Kaiser Steel Corporation to Utah Power & Light Company for electric transmission across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: Lot 4, SW1/4NW1/4.

Grant of Easement dated December 15, 1959 from Kaiser Steel Corporation to Utah Power & Light Company for a roadway across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: Lot 4, SW1/4NW1/4.

Grant of Easement dated December 15, 1959 from Kaiser Steel Corporation to Utah Power & Light Company for a microwave relay station on a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: SW1/4NW1/4.

Grant of Easement dated June 19, 1961 from Kaiser Steel Corporation to Mountain States Telephone & Telegraph Company for a microwave facility on a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: NW1/4NW1/4.

Easement dated February 8, 1962 from Kaiser Steel Corporation to Utah Power & Light Company for electrical transmission across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: SW1/4SE1/4,SE1/4SW1/4.

Deed of Right-of-Way dated May 7, 1923 from Utah Fuel Company to Columbia Steel Corporation for tramway and dump site on a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 16: SW1/4.

Pipe Line Agreement and Easement dated March 24, 1944 from Utah Fuel Company, et al., to Defense Plant Corporation for diversion works and a water pipeline across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: All.

Township 14 South, Range 14 East, S.L.B.&M.

Section 18: All.
Section 28: All.

Pole Line Easement dated September 12, 1953 from Kaiser Steel Corporation to Utah Power & Light Company for an electric transmission across a portion of the following described land:

Township 15 South, Range 13 East, S.L.B.&M.

Section 2: S1/4NW1/4, Lot 4.

Pole License dated September 12, 1953 from Kaiser Steel Corporation to Utah Power & Light Company for an electric transmission across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: SW1/4NE1/4.

Pole Line Easement dated June 21, 1954 from Kaiser Steel Corporation to Mountain States Telephone & Telegraph Company for a telephone line across a portion of the following described land:

Sunnyside Townsite, Valley View Addition

Block 1: Lot 1, 15,
Block 2: Lot 8.

Right-of-Way Easement dated July 31, 1964 from Kaiser Steel Corporation to the United States of America for an access road across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: SW1/4NW1/4.

Grant of Easement dated April 16, 1962 from Kaiser Steel Corporation to Utah Power & Light Company for electrical transmission across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: S1/2SE1/4, SE1/4SW1/4,
Section 7: NE1/4NE1/4.

Easement dated September 3, 1964 from Kaiser Steel Corporation to the United States of America for a seismograph station across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Sections 17, 20, 28, 29, 32-26.

Township 15 South, Range 14 East, S.L.B.&M.

Sections 5, 7, 8.

Township 15 South, Range 15 East, S.L.B.&M.

Sections 6, 7, 17, 20, 29.

Agreement dated July 1, 1962 between Kaiser Steel Corporation to the United States of America for a seismometer station on a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 17: SE1/4SE1/4.

Grant of Easement dated October 4, 1962 from Kaiser Steel Corporation to Mountain States Telephone & Telegraph Company for a telephone cable across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 4: NW1/4.

Right-of-Way Easement dated August 7, 1973 from Kaiser Steel Corporation to Mountain States Telephone & Telegraph Company for a telephone cable across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 18: All.
Section 20: All.
Section 29: All.

Grant of Easement dated August 27, 1969 from Kaiser Steel Corporation to Mountain Microwave Corporation for a microwave station on a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: NE1/4.

Pole License Easement dated September 25, 1969 from Kaiser Steel Corporation to Utah Power & Light Company for a power line across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 3: NE1/4.

Grant of Easement dated December 31, 1970 from Kaiser Steel Corporation to Utah Power & Light Company for an electrical transmission across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 6: SE1/4SE1/4.

Grant of Easement dated September 12, 1972 from Kaiser Steel Corporation to Utah Power & Light Company for electric transmission across a portion of the following described land:

Township 15 South, Range 14 East, S.L.B.&M.

Section 5: NW1/4NW1/4.
Section 6: S1/2NE1/4.

Township 14 South, Range 14 East, S.L.B.&M.

Section 7: SW1/4SW1/4.

Easement dated August 7, 1973 from Kaiser Steel Corporation to Mountain States Telephone & Telegraph Company for a telephone cable across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 18: All.
Section 20: All.
Section 29: All.

Easement dated September 14, 1974 from Kaiser Steel Corporation to Chevron Oil Company for a road across a portion of the following described land:

Township 17 South, Range 16 East, S.L.B.&M.

Section 4: SE1/4NW1/4, SW1/4NE1/4, NW1/4SE1/4;
Section 15: N1/2NW1/4, SE1/4NW1/4, NE1/4SW1/4.

Easement Deed dated January 29, 1935 from Utah Fuel Company to the Denver & Rio Grande Western Railroad for track across a portion of the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 32: NW1/4NE1/4.

5. ROYALTY INTEREST.

The rights reserved to Kaiser Steel Corporation under Warranty Deed dated December 19, 1979 and recorded in book 194 of Records at page 456 from Kaiser Steel Corporation to Amoco Production Company covering the following described land:

Township 14 South, Range 14 East, S.L.B.&M.

Section 2: All;
Section 3: N1/2, SE1/4.

6. CATCHALL.

(a) Certain real property in and around Sunnyside, Utah, including but not limited to those properties described in this Exhibit A (the "Town of Sunnyside Property"). It is Kaiser's intent that SRS acquire all of Kaiser's property located in and around the Town of Sunnyside.

(b) Kaiser's rights to that certain Utah Tax Appeal No. 87-1048, Account No. CG 223, filed on April 30, 1987.

KAISER COAL COMPANY OF SUNNYSIDE
FILED ASSET LIST
AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM	FRC USE
KAISER COAL COMPANY OF SUNNYSIDE				FILE:ASBV488							
FIXED ASSET LIST											
AS OF JUN 30, 1988											
ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM	FRC USE
10-06	EDW-300 LONGWALL SHEARER W/SWIVEL		1981	206,906.00	9	2	51,726.50	25,863.25	38,794.88		
10-07	EICKHOFF SHEARER EDW 300		1982	1,204,616.00	8	3	451,731.00	150,577.00	376,462.50		
10-08	SHEARING MACHINE JOY		1982	100,171.00	9	3	37,564.13	12,521.38	31,303.44		
10-09	SHEARING MACHINE, HIGH COAL JOY	LNS186	1982	564,081.00	8	3	211,530.38	70,510.13	176,275.31		
11-07	THYSSEN LONGWALL SHIELDS SUPPORT SYSTEM		1983	3,802,950.00	9	4	2,401,472.00	600,368.75	2,101,290.63		
12-02	JOY 12CM2 MINER	JM1972	1976	250,224.00	8	0	0.00				
12-03	JOY CONT. MINER 12CM5	JM2905	1981	254,420.00	8	2	63,605.00	31,802.50	47,703.75		
12-04	JOY CONT. MINER 12CM11	JM2554	1981	326,678.00	8	2	81,669.50	40,834.75	61,252.13		
12-05	NARROW BOOM TYPE MINING MACHINES - ALPINE		1982	312,143.00	8	3	117,053.63	39,017.88	97,544.69		
12-06	12CM5 MINER IMPROVEMENT		1982	54,447.00	5	0	0.00				
12-09	JOY 12CM-5 MINER	JM2339	1976								
12-11	ANDERSON MAYOR 50" MINER		1976								
12-12	DOSCO MINER DINTHEADER 249		1975	213,548.00	9	0	0.00				
12-13	NATIONAL MINE SERVICE MINER 2612-1 7879										
13-01	FLETCHER TWIN BOOM ROOFBOLTER 722900A		1973	49,510.00	9	0	0.00				
13-02	FLETCHER ROOF BOLTER DESIGN 03 72913		1973	24,996.00	9	0	0.00				
13-03	FLETCHER TWIN BOOM ROOFBOLTER 722900B		1973	49,539.00	9	0	0.00				
13-04	FLETCHER ROOF BOLTER DESIGN 07 72914		1973	24,996.00	9	0	0.00				
13-05	ROOFBOLTER FLETCHER		1975	12,762.00	9	0	0.00				
13-06	SALIS 120 ROOF BOLTER		1980	5,704.00	9	1	712.00	712.00	356.50		
13-07	SINGLE BOOM ROOF BOLTER		1980	5,453.00	8	1	681.63	681.63	340.81		
13-08	DOUBLE BOOM ROOF BOLTER 26397		1981	16,044.00	8	2	4,011.50	2,005.75	3,008.63		
13-09	ROOF BOLTERS MOUNTED ON CONT. MINER FLETCH		1982	45,719.00	8	3	24,644.63	8,214.88	20,537.19		
13-10	FLETCHER ROOF BOLTER REBLT 000-13-F-86204		1986	120,217.00	8	2	90,162.75	30,054.25	75,135.63		
	MILLER DIESEL WELDER	7491990									
13-14	FLETCHER ROOFBOLTER 000-13-F 85753	REBLT	1985								
13-15	FLETCHER ROOFBOLTER 000-13DC 85042	REBLT	1985								
14-01	JOY SHUTTLE CAR	11607	1975	51,388.50	9	0	0.00				
14-02	JOY SHUTTLE CAR	11608	1975	51,388.50	9	0	0.00				
14-03	JOY SHUTTLE CAR	11609	1975	51,388.50	9	0	0.00				
14-04	JOY SHUTTLE CAR	11610	1975	51,388.50	9	0	0.00				
14-05	JOY SHUTTLE CAR 10SC22	E711611	1976	45,287.00	9	0	0.00				

[illegible]

[illegible] COAL COMPANY OF [illegible]
FIXED ASSET LIST
AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	ACQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM	FP US
14-06	JOY SHUTTLE CAR 10SC22	ET11812	1975	63,282.00	8	0	0.00				
14-07	JOY SHUTTLE CAR 10SC22	ET11813	1977	63,206.00	8	0	0.00				
14-08	JOY SHUTTLE CAR 10SC22	ET11814	1977	63,205.00	8	0	0.00				
14-11	JOY SHUTTLE CAR 10SC-2248	ET12991	1979								USS
14-13	JOY SHUTTLE CAR	ET11123	975								USS
14-14	JOY SHUTTLE CAR	ET12973	1977								USS
14-15	JOY SHUTTLE CAR	ET12217	1977								USS
14-16	JOY SHUTTLE CAR	ET12993	1977								USS
15-02	BRADFORD BREAKER 12X27		1953	53,186.00	8	0	0.00				
15-03	RHINO 4WFBH-40A FEEDER BREAKER	54-1837	1981	243,153.00	8	2	60,788.25	30,394.13	49,391.19		
15-04	3 FEEDER BREAKERS		1982	91,089.00	8	3	30,408.38	10,136.13	25,340.31		
15-05	HYDRAULIC PORTA FEEDER		1986	24,277.00	8	7	21,242.38	3,034.63	19,725.06		USS
15-07	STAMLER FEEDER BREAKER	10949	1975								USS
15-08	STAMLER FEEDER BREAKER	11266	1975								USS
15-09	STAMLER FEEDER BREAKER	11791	1979								
16-11	03 SLOPE CONVEYOR SYSTEM		1980	1,441,271.00	9	1	190,158.88	190,158.88	90,079.44		
16-12	CROSS CONVEYOR & BATCHING CONVEYOR		1980	1,071,171.00	9	1	133,896.38	133,896.38	66,948.19		
16-13	BELT CLEANERS		1981	7,159.00	9	2	1,789.75	894.88	1,342.31		
16-14	STARTER CONTROLLERFOR BELT DRIVE		1981	13,732.00	9	2	3,433.00	1,716.50	2,574.75		
16-25	NOLAN AUTOMATIC LOADING STATION	29023-1,2	1975								US
16-26	NOLAN AUTOMATIC LOADING STATION	30960-1,2	1975								US
16-27	NOLAN AUTOMATIC LOADING STATION	31051-1,2	1975								US
16-28	GOODMAN BELT DRIVE	C762857	1987	163,552.00	9	8	163,552.00	20,444.00	133,330.00		
17-05	42 INCH BELT DRIVE L.A. 200HP		1978	50,062.00	9	0	0.00				
17-06	42 INCH BELT DRIVE L.A. 200HP		1978	50,062.00	9	0	0.00				
17-07	CONVEYOR DRIVE L.A.		1978	95,507.00	8	0	0.00				
17-08	48 INCH BELT DRIVE N LOOP STORAGE		1979	48,133.00	8	0	0.00				
17-09	2 BELT DRIVE STORAGE		1980	28,358.00	9	1	3,107.25	3,107.25	1,553.63		
17-10	42" CONVEYOR BELT TAKE-UP L.A.		1982	55,478.00	9	3	20,804.25	6,934.75	17,335.88		
17-12	Goodman 48" Conv. Dr. w/Tailpiece (2)										
17-13	JEFFREY BELT DRIVE 75 HP UBC25A		1979								
19-01	CAR HAUL AT ROTARY DUMP		1955	9,172.00	9	0	0.00				
19-04	ROCK DUSTING SYSTEM 142 TN STOR BN		1977	19,947.00	9	0	0.00				

ASSET LIST
AS OF JUNE 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	ACQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM	FROM USS
-06	BULK ROCKDUSTING SYSTEM 03 MINE		1978	28,558.00	8	0	0.00				
-07	MSA TRICKLE DUSTER	T075145	1969								USS
-08	MSA TRICKLE DUSTER	T0111	1965								USS
-09	MSA TRICKLE DUSTER	T0112	1965								USS
-10	MSA TRICKLE DUSTER	T075161	1969								USS
-11	DC 250 VOLT DUSTER		1969								USS
-12	SAS HYDRAULIC OIL DUSTER	8011-200	1965								USS
-01	ROCK HANDLING EQT		1953	96,299.00	8	0	0.00				
-02	COAL HANDLING EQUIP		1953	136.00	8	0	0.00				
-03	METL SHIELD BLENDING BINS & DRAG TANK		1953	13,977.00	8	0	0.00				
-08	2 TITAN MARK 3/A STOPER DRILL	HOL 1099	1976	6,999.00	3	0	0.00				
-14	KERSEY SSC 48 BATTERY CHARGER		1978	3,295.00	8	0	0.00				
-15	ERIEZ BELT MAGNET W/RECTIFIER	SE-7727	1981	27,170.00	9	2	6,792.50	3,396.25	3,094.38		
-16	EXT CONV, MONO RAIL DRIVE UNIT L.A.		1982	25,000.00	9	3	9,375.00	3,125.00	7,812.50		
-19	2 C-TITAN DRILL UNIT		1979	30,525.00	9	0	0.00				
-20	JOY COAL DRILL CONV.	CD41A 3516	1962								USS
-21	JOY COAL DRILL CONV.	CD71A 3497	1991								USS
-22	JOY SOLDFINGER DIAMOND CORE DRILL	9276	1962								USS
-23	BOSS CORE DRILLING RIG	HAT012998	1985								USS
-01	15 TON WESTINGHOUSE LOCOMOTIVE	90028	1944	17,019.00	9	0	0.00				
-02	4 20 TON ELECTRIC LOCOMOTIVE	3341283833449	1958	125,239.00	9	0	0.00				
-04	DIESEL LOCOMOTIVE	3154	1975	40,054.00	9	0	0.00				
-07	27/37 TN LNE 2000 37 SE LOCOMOTIVE		1976	182,502.00	8	0	0.00				
-08	6 TON POWERED LOCOMOTIVE	300-0006	1977	41,899.00	9	0	0.00				
-09	6 TON BATT POWERED LOCOMOTIVE	300-0007	1977	41,990.00	9	0	0.00				
-10	BATTERY LOCOMOTIVE	8TON	1980	11,504.00	9	1	1,438.00	1,438.00	719.00		
-11	JEFFREY 15-TON DIESEL LOCOMOTIVE		1983	179,082.00	9	4	89,541.00	22,385.25	78,348.38		
-12	RAIL RUNNER LOCOMOTIVE	2300-005	1986	15,325.00	9	7	11,946.98	1,978.13	12,857.81		
-01	10 MANTRIP CARS		1947	10,091.00	8	0	0.00				
-02	60 MINE CARS		1953	11,899.00	8	0	0.00				
-03	5 MAN TRIP CARS		1955	5,373.00	8	0	0.00				
-04	5 MAN TRIP CARS		1955	5,405.00	8	0	0.00				
-05	50 WATT MINE CARS		1957	45,625.00	9	0	0.00				
-06	50 WATT MINE CARS		1957	25,978.00	9	0	0.00				
-07	5 MAN TRIP CARS		1957	5,196.00	9	0	0.00				
-08	5 MAN TRIP CARS		1957	5,194.00	9	0	0.00				
-09	375 WATT MINE CARS		1957	225,555.00	9	0	0.00				
-10	375 WATT MINE CARS		1957	154,374.00	9	0	0.00				
-11	375 MINE CARS ADD'L		1958	1,722.00	9	0	0.00				
-12	375 MINE CARS ADD'L		1959	306.00	9	0	0.00				
-13	200 MINE CARS		1971	159,149.00	9	0	0.00				
-14	TANK CAR 6IN TRACK MTB PRES		1977	28,395.00	8	0	0.00				
-15	SAS SCOOP CONV.TO MANTRIP	UAT06166	1975								USS

KAISER COAL COMPANY OF SUNNYSIDE FILE:ASBV688

FIXED ASSET LIST

AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	ACQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
23-02	NORBERG HOIST		1946	10,565.00	9	0	0.00			
23-03	1000 HP NORBERG HOIST		1953	332,972.00	8	0	0.00			
23-04	USED NORBERG HOIST		1957	104,900.00	8	0	0.00			
23-05	2 LILLY HOIST CONTROLS		1971	6,453.00	8	0	0.00			
23-06	AUTOMATIC HOIST & ELEVATOR		1973	367,176.00	9	0	0.00			
23-07	SULLIVAN SINGLE DRUM HOIST		1974	7,144.00	9	0	0.00			
23-08	AUTOMATIC HOIST & ELEVATOR		1974	2,042.00	8	0	0.00			
23-09	6 TON AIR HOIST		1980	4,912.00	9	1	614.00	614.00	307.00	
23-12	BROWIE HOIST	6374	1958							
23-13	BROWIE HOIST	9710	1958							
23-14	BROWIE HOIST	9856	1958							
23-15	BROWIE HOIST	9866	1958							
23-16	BROWIE HOIST	9864	1958							
23-17	BROWIE HOIST	2785	1958							
23-18	INGERSOLL-RAND SCRAPER HOIST	A-1387-7115	1949							
24-01	INGERSOLL RAND MDL 308 COMPRESSOR	371236V	1950	3,475.00	9	0	0.00			
24-02	INGERSOLL RAND MDL 508 COMPRESSOR	41378	1951	2,306.00	9	0	0.00			
24-03	2 INGERSOLL RAND 408 COMPRESSOR	40743337B,	1953	5,575.00	9	0	0.00			
24-04	INGERSOLL RAND COMPR	40834272	1953	3,174.00	9	0	0.00			
24-04	INGERSOLL RAND COMPR	40834271	1953	560.00	8	0	0.00			
24-06	2 COMPRESSORS	40745922, 45204	1955	3,767.00	8	0	0.00			
24-07	HD COMPRESSOR	JH1630	1957	17,575.00	9	0	0.00			
24-08	INDUC DRIVEN COMPRESSOR	JH1751	1958	14,558.00	8	0	0.00			
24-09	134 SCFM COMPRESSOR		1980	18,404.00	9	1	2,300.50	2,300.50	1,150.25	
24-10	INGERSOLL RAND COMPRESSOR MDL XLE-2-1898		1958	19,938.00	9	0	0.00			
24-11	2 JOY RSC 260 AIR COMPRESSORS		1974	29,155.00	9	0	0.00			
24-12	AUTOMOTIVE TYS CNTR COMPRESSOR		1974	1,987.00	9	0	0.00			
24-13	JOY RCS-130 COMPRESSOR		1976	7,339.00	8	0	0.00			
24-14	SULLAIRE AIR COMPRESSOR	47930	1980							
25-01	KERSEY MODEL P-1144 RUBR TIRE TRCTR	65132	1965	22,990.00	5	0	0.00			
25-02	KERSEY P-1144 RUBBER TIRED TRACTOR	65133	1965	22,990.00	5	0	0.00			
25-03	STEN DIESEL TRACTOR	15885	1978	5,678.00	5	0	0.00			
25-04	STEN DIESEL TRACTOR	18022	1978	10,737.00	5	0	0.00			
25-05	STEN DIESEL TRACTOR	11094	1978	9,437.00	5	0	0.00			
25-07	ALLIS CHALMERS TRACTOR MODEL 5030	3125	1984	14,137.00	5	2	5,654.80	2,827.40	4,241.10	
25-08	ALLIS CHALMERS TRACTOR MODEL 5030	3686	1984	14,137.00	5	2	5,654.80	2,827.40	4,241.10	
25-09	ALLIS CHALMERS TRACTOR MODEL 5030	9885	1984	12,554.00	5	2	5,021.60	2,510.80	3,766.20	
26-01	ELKHORN SCOOP MODEL SCOOP		1972	47,465.00	9	0	0.00			
26-02	ELKHORN AR95 BATTERY SCOOP	4739508	1973	22,818.00	9	0	0.00			
26-03	ELKHORN AR95 BATTERY SCOOP	4739507	1973	22,501.00	9	0	0.00			
26-04	ELKHORN AR95 BATTERY SCOOP	4739503	1973	41,397.00	9	0	0.00			
26-06	ELKHORN AR95 BATTERY SCOOP	4749512	1974	44,158.00	9	0	0.00			
26-07	ELKHORN AR-95 SCOOP	4769547	1976	59,975.00	9	0	0.00			
26-08	ELKHORN AR-95 SCOOP	4769551	1976	59,975.00	9	0	0.00			
26-09	JOY 14 RU LOADER	10291	1977	127,516.00	9	0	0.00			
26-10	JOY 14RU LOADER	10330	1977	127,516.00	9	0	0.00			

COMPANY OF KENTUCKY

FIXED ASSET LIST

AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	TYPE 30 NET BOOK VALUE	LEASED FROM	FOR USE
26-11	2 CHARGERS FOR ELKHORN		1977	4,595.00	8	0	0.00				
26-12	DLE-1 BATTERY SCOOP ELKHORN		1979	26,500.00	8	0	0.00				
26-16	WAGNER SCOOP TRAN LST5S	SA11P0220	1983								USE
26-17	WAGNER SCOOP TRAN LST5S	SA11P0222	1983								USE
26-18	INGERSOLL-RAND SCOOP TRAN	S175SL-0501	1979								
26-19	ELKHORN SCOOP TRAN ARYS	473-9501	1975								
26-20	EIMCO SCOOP 911	911-26-0401	1976								USE
27-01	SERVICE VEHICLE		1975	49,399.00	8	0	0.00				
27-02	MATERIAL CAR		1982	97,471.00	8	3	36,551.63	12,183.88	30,4[illegible]		
27-03	MATERIAL CAR		1982	97,471.00	8	3	36,551.63	12,183.88	30,4[illegible]		
28-02	DIN JOY FAN W. GENERATOR		1970	16,876.00	8	0	0.00				
28-03	450 HP LOUIS ALLIS FAN MOTOR 60 CYCL		1972	8,190.00	8	0	0.00				
28-04	JEFFERY FAN 25 HP MDL 10-25 400		1976	19,491.00	8	0	0.00				
28-05	25HP JEFFERY FAN MDL 25 10-25 400		1976	15,110.00	8	0	0.00				
28-07	VENTILATION FAN TYPE 8		1982	64,040.00	8	3	24,015.00	8,005.00	20,012.50		
28-10	JEFFREY AERODYNE FAN EXHAUST 11202		1955								USE
28-11	JOY ELEC. VENTILATING FAN SF31721		1974								USE
28-12	JOY-DIESEL VENTILATING FAN SF40556		1979								USE
29-08	FIRE WARNING SENSORS - HAULAGEWAYS		1974	15,294.00	8	0	0.00				
29-09	FIRE SUPPR SYSTEM CONVEYRS		1976	5,904.00	8	0	0.00				
29-19	2 MOBILE LIGHT TOWER		1980	14,815.00	6	0	0.00				
29-25	SHAFT AIR HEATERS	DRAVCO	1982	15,203.00	8	3	5,076.13	2,025.38	5,063.06		
29-26	WET TYPE DUST CONTROL SYSTEM		1982	18,961.00	8	3	7,110.38	2,370.13	5,925.31		
29-27	AIR DOORS		1982	25,059.00	8	3	9,397.13	3,132.38	7,830.94		
30-03	4 PORTABLE SUB STATIONS		1959	29,799.00	8	0	0.00				
30-04	3 SUB STN GROUNDING INSTRUMENTS		1971	5,905.00	8	0	0.00				
30-05	CIRCUIT CENTER-OUTCROP SUB STN 81KM		1980	14,497.00	8	1	1,812.13	1,812.13	906.06		
30-07	S.E. SUBSTATION	1249-339	1972								USE
31-03	100 KVA TRANSFORMER	6337304	1983	9,212.00	8	0	0.00				
31-08	1000 KVA TRANSFORMER FOR PREP PLANT		1982	6,152.00	8	0	0.00				
31-10	ELEC & HEATING FACILITY		1959	9,545.00	8	0	0.00				
31-12	2 USED TRANSFORMERS		1972	8,486.00	8	0	0.00				
31-13	6 ENSIGN HI-VOLTG SECTIONAL SWITCHES		1972	19,437.00	8	0	0.00				
31-14	8 SWITCH UNITS		1972	25,916.00	8	0	0.00				
31-15	8 SWITCH UNITS		1972	1,747.00	8	0	0.00				
31-16	10 DISTRIBUTION BOXES & CIRC 480 V		1972	[illegible]	8	0	0.00				
31-17	USED 500KW 500V DC RECTIFIER	1975	[illegible]	8	0	0.00					
31-18	2-200 KVA TRANSFORMERS	1975	[illegible]	8	0	0.00					

KAISER COAL COMPANY OF SUNNYSIDE FILE:A5SU199

FIXED ASSET LIST

AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
31-19	300 KVA TRANSFORMER		1978	12,358.00	8	0	0.00			
31-20	300 KVA TRANSFORMER		1978	12,358.00	8	0	0.00			
31-21	300 KVA TRANSFORMER		1978	12,359.00	8	0	0.00			
31-22	SOLID STATE CONTROLLER		1980	13,634.00	8	1	1,704.25	1,704.25	852.13	
31-23	480 VAC 3 PHASE 60 HZ DISTRIBUTION BOX		1981	34,887.00	8	2	8,721.75	4,360.88	4,341.31	
31-25	SECTION TRANSFORMER 750 KVA		1982	40,571.00	8	3	15,214.13	5,071.38	12,679.44	
31-27	JUNCTION BOXES 480 VAC		1982	36,353.00	8	3	13,819.88	4,606.63	11,516.56	
31-30	PEMCO LOAD CENTER AK750	SA11P0246	1984							
31-31	PEMCO LOAD CENTER K1000	CJ02-281	1981							US
31-32	200 KVA TRANSFORMER		1977	11,999.00	9	0	0.00			
31-33	G.E. VAC. BREAKER SW.HS.	176H40022-1-2-3	1969							US
31-34	G.E. VAC. BREAKER SW.HS.	176H40022-1-1-3	1969							US
31-35	HUBBELL VACUUM BREAKER	S-972	1969							US
31-36	G.E. LOADCENTER 500KVA	MDL.9T26Y9104	1965							US
31-37	G.E. LOADCENTER 500KVA	MDL.9T26Y9104	1965							US
31-38	G.E. VACUUM BREAKER	176H40022-1-3-3	1969							US
31-39	PEMCO LOADCENTER	3498-776	1976							US
31-40	PEMCO LOADCENTER 300KVA	3773-178	1969							US
31-41	PEMCO LOADCENTER 150KVA	4205-671	1969							US
31-42	PEMCO SWITCHGEAR	4677-1273	1965							US
31-43	PEMCO SWITCHGEAR	4380-771	1965							US
31-44	PEMCO SWITCHGEAR	4076-1273	1965							US
32-01	2 WESTINGHOUSE 150 HP MOTORS		1949	2,966.00	3	0	0.00			
32-03	ROTO-JET RS 150 W/ 125 HP MOTOR		1981	13,612.00	3	0	0.00			
					3	0	0.00			
33-01	5 200 KVA PWR CENTERS	5699894 THRU 8	1953	46,239.00	9	0	0.00			
33-04	3 200 KVA POWER CENTERS	5540175,6,7	1957	21,747.00	9	0	0.00			
33-06	2 500 KVA POWER CENTERS	5549051, 5549052	1960	17,977.00	9	0	0.00			
33-07	DETROIT DIESEL POWER UNIT	5823280	1966	8,593.00	8	0	0.00			
33-08	POWER CTRS 4-750KVA, 5-200KVA	891-4,895-9	1971	74,223.00	9	0	0.00			
33-09	750 KVA POWER CENTER FOR L.W.		1971	12,067.00	9	0	0.00			
33-10	ENSIGN POWERCENTER	T2476	1965							US
33-11	ENSIGN POWERCENTER	T2478	1965							US
33-12	G.E. POWER CENTER	6591320	1965							US
34-01	OUTDOOR OIL CIRCUIT BREAKER		1990	13,767.00	9	1	1,720.88	1,720.88	860.44	
34-02	OUTDOOR OIL CIRCUIT BREAKER		1990	13,768.00	9	1	1,721.00	1,721.00	860.50	
34-03	UNDERGROUND OIL CIRCUIT BREAKER		1990	12,154.00	9	1	1,519.25	1,519.25	759.63	
34-04	2 OUTDOOR BREAKERS		1990	29,414.00	9	1	3,676.75	3,676.75	1,838.38	
34-05	2 UNDERGROUND BREAKERS		1990	36,654.00	8	1	4,581.75	4,581.75	2,290.88	
34-06	5 UNDERGROUND SWITCHES		1990	31,009.00	9	1	3,876.00	3,876.00	1,938.00	
34-07	UNDERGROUND CIRCUIT BREAKER		1990	12,154.00	9	1	1,519.25	1,519.25	759.63	
34-09	SASSER VAC. CIRCUIT BREAKER	040700000480	1990							US
34-10	SASSER VAC. CIRCUIT BREAKER	050700000480	1990							US

...AL COMPANY OF SUNNYSIDE FILE: ASSV188
...ED ASSET LIST
... OF JUN 30, 1988

SET .	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM	FROM USS
-02	INGERSOL RAND 4GT CENTRIFIGUL PUMP (12)		1965	5,378.00	8	0	0.00				
-03	52 FLYGT SUBMERSIBLE PUMPS MDL DBF 5HP 75C		1970	53,315.00	8	0	0.00				
-04	6 FLYGHT 2075 PUMPS		1971	10,769.00	8	0	0.00				
-05	3 AIR IR MDL 35 PUMP W CONTROLS		1971	6,519.00	8	0	0.00				
-06	2 FLIGT SUBMERSIBLE PUMPS MDL 92075		1972	4,138.00	8	0	0.00				
-08	PORTABLE HYDRASPRAY GRACE PUMP 207-567		1974	2,325.00	8	0	0.00				
-09	HASKEL BOOSTER PUMP		1979	4,650.00	3	0	0.00				
-10	HAUHINCO HIGH PRESSURE PUMP		1986	71,050.00	5	4	56,840.00	14,210.00	49,735.00		
11	HAUHINCO HIGH PRESSURE PUMP		1986	71,049.00	5	4	56,839.20	14,209.80	49,734.30		
					8	0	0.00				
04	TWO WATER SOFTENERS CHANGE HOUSES		1956	9,581.00	8	0	0.00				
06	METHANE PIPE FUSION MACHINE		1980	7,767.00	9	1	970.88	970.88	485.44		
01	500,000 GAL WATER TANK		1953	3,252.00	9	0	0.00				
02	500 GAL VERTICAL STORAGE TANK		1975	2,500.00	9	0	0.00				
01	CINCINATI BECKFORD DRILL		1945	3,838.00	9	0	0.00				
2	SOULD EBERHARD SHAPER		1945	4,642.00	8	0	0.00				
3	LODGE & SHIPLEY LATHE		1945	12,713.00	9	0	0.00				
4	PIPE THREADER		1946	943.00	9	0	0.00				
5	METAL BAND SAW		1946	863.00	9	0	0.00				
6	LEBLOND LATHE	N1-1153	1949	17,031.00	9	0	0.00				
7	CARLTON DRILL		1949	10,757.00	9	0	0.00				
8	AIR HAMMER		1957	7,079.00	9	0	0.00				
9	SHOP TOOLS INCL 83MILLING MACHINE		1958	10,919.00	3	0	0.00				
0	ENGINE LATHE 54 IN		1958	12,565.00	8	0	0.00				
1	SEMI AUTOMATIC HIGH PRESSURE CLEANER		1958	3,573.00	9	0	0.00				
2	16 SELFCONT. BREATHING APPARATUS		1979	42,234.00	9	0	0.00				
	CHANGE HOUSE #1		1953	191,411.00	40	5	28,711.65	4,785.29	25,319.01		
2	WAREHOUSE		1957	107,721.00	38	8	22,679.11	2,834.76	21,260.72		
	SHOP BLDG & HEATING		1958	151,036.00	37	8	32,656.43	4,082.05	30,615.41		
	FIRE & AMBULANCE STATION BUILDING		1969	6,529.00	15	0	0.00				
	CHANGE HOUSE		1973	94,009.00	22	8	34,184.73	4,273.09	32,048.18		
	SUPERVISORS BUILDING		1976	3,715.00	19	9	1,554.21	195.53	1,466.45		
	AUTOMOTIVE SVC CENTER 10X10 BLD		1976	1,800.00	15	4	480.00	120.00	420.00		
	TRAINING CENTER/AMBULANCE GARAGE		1982	[illegible]	13	9	103,625.46	12,953.31	97,149.81		

KAISER COAL COMPANY OF SUNNYSIDE FILE:ASSV488

FIXED ASSET LIST

AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
55-01	MICROBUS M450 MANHAULAGE	M50HV533648	1977	41,303.00	5	0	0.00			
55-02	MICROBUS M450 MANHAULAGE	M50HV533634	1977	41,303.00	5	0	0.00			
55-03	1/2 TON GMC PICKUP		1980	8,304.00	3	0	0.00			
55-04	1/2 TON GMC PICKUP		1980	8,304.00	3	0	0.00			
55-05	1980 FORD F250 PICKUP	F25CR880767	1980	7,432.00	3	0	0.00			
55-06	1/2 TON FORD PICKUP 2WD		1981	8,067.00	3	0	0.00			
55-07	4 WHEEL DRIVE AMC WAGON	1FTFF2583BWA11566	1981	12,378.00	3	0	0.00			
55-08	1981 FORD PICKUP		1981	8,108.00	3	0	0.00			
55-09	1981 FORD F-350 LINEMANS	TRUCK W/BUCKET	1981	24,999.00	3	0	0.00			
55-10	1982 FORD BRONCO LIT		1982	11,933.00	3	0	0.00			
55-11	4 F150 FORD PICKUPS		1982	25,921.00	3	0	0.00			
56-01	12 43.9 CU FT ROCKER DUMP CARS		1942	2,434.00	8	0	0.00			
56-07	SIDEWINDER ALL-TERRAIN VEHICLE	RC8212162	1983							
56-08	PHIL-DOLLY EQUIP. CARRIER	15196	1966							
56-09	PHIL-DOLLY EQUIP. CARRIER		1977							
57-01	MICHIGAN HOL175A LOADER	2HC192	1960	12,055.00	8	0	0.00			
57-02	MICHIGAN HOL175A LOADER	2HC192	1960	15,772.00	8	0	0.00			
57-03	CATERPILLAR 920 WHEEL LOADER	62X932	1970	33,162.00	5	0	0.00			
57-04	CATERPILLAR 992 LOADER	25X939	1973	146,831.00	5	0	0.00			
57-05	TEREX 72-31 FRONT END LOADER	60652	1976	58,796.00	5	0	0.00			
57-09	1978 INT'L HOUGH 510 LOADER		1980	37,233.00	5	0	0.00			
57-10	BEAVER UTILITY ROCK LOADER	SN 161	1981							
58-01	USED D-9 CAT. TRACTOR	66A3360	1968	56,109.00	5	0	0.00			
58-02	USED CATERPILLAR GRADER		1974	35,320.00	5	0	0.00			
58-04	D-8 CATERPILLAR		1981	271,428.00	5	0	0.00			
58-06	D7-F CAT. TRACTOR	94R8110	1974							
58-07	AUSTIN WESTERN GRADER	P566-5362	1981							
59-01	1965 KW DART END DUMP TRCTR TRLR	65163.6	1965	147,353.00	5	0	0.00			
59-02	KW DART 100 TON TRUCK		1965	125,174.00	5	0	0.00			
59-03	110 TON KW DART DUMP TRCK	70122	1970	181,949.00	5	0	0.00			

MAIGER COAL COMPANY OF SUNNYSIDE FILE: [illegible]
FIXED ASSET LIST
AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	AQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	TIME 30 NET BOOK VALUE	LEASED FROM	FR USE
59-04	110 TON KW DART DUMP TRUCK	70133	1970	181,949.00	5	0	0.00				
59-05	110 TON DART DUMP TRUCK	70217	1971	193,682.00	5	0	0.00				
59-06	110 TON KW DAR DUMP TRUCK	70224	1971	193,682.00	5	0	0.00				
59-09	2 KW DART MODEL 2772 HAUL TRUCKS		1983	49,091.00	5	1	9,818.20	9,818.20	4,909.10		
59-10	1979 GMC DUMP TRUCK	T48CY9V620416	1986	20,000.00	4	3	15,000.00	5,000.00	12,500.00		
59-12	HYSTER LIFTING TRUCK	45315	1949						[illegible]		USE
60-01	STORAGE BINS		1953	283,857.00	8	0	0.00				
60-02	FIRE PROTECTION AUTO. SPRINKLERS		1958	33,828.00	8	0	0.00				
60-03	USED 55 FT 30 TON CRANE		1958	3,220.00	8	0	0.00				
60-19	MERRICK 460 4-IDLER DIGIT BELTSCALE		1981	8,793.00	8	2	2,195.75	1,097.88	1,646.81		
60-10	HOT WATER HEATER MDL 5000		1982	4,980.00	8	3	1,867.50	622.50	1,556.25		
60-12	BELT CONVEYOR SCALE - MERRICK		1982	7,966.00	8	3	2,987.25	995.75	2,489.38		
60-12	HEATING SYSTEM		1982	104,808.00	8	3	39,303.00	13,101.00	32,752.50		
65-01	LORRAIN CRANE	167446	1953	31,484.00	8	0	0.00				
65-02	15 TON LORRAIN CRANE	35588	1974	54,469.00	8	0	0.00				
65-04	HYSTER 5000LB FORKLIFT	D3D36317	1974	11,008.00	5	0	0.00				
65-05	6 LOWBOY MACHINE RAIL TRUCKS		1975	20,724.00	8	0	0.00				
65-06	DIESEL STEAM CLEANER		1975	6,771.00	5	0	0.00				
65-07	CLARK FORKLIFT	Y355-619-2829	1975	13,061.00	5	0	0.00				
65-08	STEAM CLEANER		1982	6,947.00	5	0	0.00				
65-09	S175 FORK LIFT	S175FL-0501	1986	77,680.00	5	4	62,144.00	15,536.00	54,376.00		
70-01	COAL WASHING & DEWATERING		1953	369,763.00	40	6	55,464.45	9,244.08	50,842.41		
70-04	2-5X12 VIBRATING SREEN		1954	15,774.00	8	0	0.00				
70-06	COAL HAUL AT ROTARY DUMP		1955	18,292.00	8	0	0.00				
70-09	INTERNATIONAL BOILER	H13500	1960	31,354.00	8	0	0.00				
70-12	UNIT TRAIN LOADOUT FACITILITY		1968	474,414.00	25	6	113,859.36	18,976.56	104,371.08		
70-13	WEMCOVIBR CENTRIFUGAL DRYER M130		1969	30,305.00	8	0	0.00				
70-14	REFUSE TRUCK LOADING CONVEYOR SYSTEM		1969	28,070.00	8	0	0.00				
70-16	UNIT TRAIN TUNNEL		1969	65,948.00	24	6	16,487.00	2,747.83	15,113.08		
70-21	WEMCO DRYER		1975	32,404.00	8	0	0.00				
70-23	ROCK VIBRATING DEWATERIZER		1981	39,314.00	8	2	9,828.50	4,914.25	7,371.38		

KAISER COAL COMPANY OF SUNNYSIDE FILE:ASSV688
FIXED ASSET LIST
AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	ACQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM	FR US
80-01	DESKS 13		1974	3,640.00	10	0	0.00				
80-02	DESKS 5		1975	1,590.00	10	0	0.00				
80-03	DESK		1976	229.00	10	0	0.00				
80-04	EXEC DESK		1976	192.00	10	0	0.00				
80-05	WORK DESKS 2		1976	453.00	10	0	0.00				
80-06	HON 90 SERIES DESK		1982	276.00	10	5	198.00	37.60	159.20		
81-01	3 BROWN SIDE CHAIRS		1982	207.00	10	5	102.50	20.70	93.15		
81-02	BRN EXEC CHROMECSAFT		1982	299.00	10	5	149.50	29.90	134.55		
81-03	CHAIRS 10		1974	2,057.00	10	0	0.00				
81-04	EX POS CHAIRS 4		1974	582.00	10	0	0.00				
81-05	CHAIR		1975	111.00	10	0	0.00				
81-06	HIEBERT DESK CHAIRS 5		1976	1,721.00	10	0	0.00				
81-07	2 CHAIRS		1980	334.00	10	3	100.20	33.40	83.50		
82-01	BOOKCASES 11		1974	1,402.00	10	0	0.00				
82-01	BOOKCASE		1976	128.00	10	0	0.00				
83-01	CONFERENCE TABLE		1974	276.00	10	0	0.00				
83-02	CONFERENCE TABLE		1975	749.00	10	0	0.00				
83-03	CONFERENCE TABLE		1976	158.00	10	0	0.00				
83-04	CONFERENCE TABLE		1977	(26.00)	10	0	0.00				
84-01	FILE CABINETS 8		1974	1,092.00	10	0	0.00				
84-02	FILE CABINETS 2		1975	313.00	10	0	0.00				
84-03	FILE CABINET		1976	127.00	10	0	0.00				
84-04	4 HON 5 DRAWER FILE		1977	104.00	10	0	0.00				
84-05	FILE CABINETS 3		1978	420.00	10	1	42.00	42.00	21.00		
84-06	FILE CABINETS 4		1979	532.00	10	2	106.40	53.20	79.80		
84-07	FILE CABINET 5 DRAWER		1980	164.00	10	3	49.20	16.40	41.00		
84-08	3 FILE CABINETS		1980	531.00	10	3	159.30	53.10	132.75		
84-09	DELUXE STEELWOOD DRAWER		1981	525.00	10	4	210.00	52.50	183.75		
84-10	5 DRAWER FILE CABINET		1982	217.00	10	5	108.50	21.70	97.65		
85-01	SHARP MODEL 626 ELEC CALC	37625912	1974	269.00	10	0	0.00				
85-02	TEXAS INSTR CALCULATOR	5850-0370339	1974	125.00	10	0	0.00				
85-03	SHARP CALC	39004312	1975	213.00	10	0	0.00				
85-04	HEWLETT PACKARD HP-25 CALC	1606A01177	1976	194.00	10	0	0.00				
85-05	CALCULATOR	506691	1975	257.00	10	0	0.00				
85-06	NIIDA MDL 1202 CALCULATOR	07764260	1977	194.00	10	0	0.00				
85-07	NIIDA MDL 1202 CALCULATOR	07764307	1977	194.00	10	0	0.00				
85-08	HEWL PKB HP-97 PROGR. CALC.		1977	579.00	10	0	0.00				
85-09	VICTOR CALCULATOR		1982	239.00	10	5	119.50	23.90	107.55		
86-01	COMMUNICATION SYSTEM MOTOROLLA		1982	40,520.00	10	5	30,260.00	8,052.00	27,234.00		

KAISER COAL COMPANY OF SUNNYSIDE FILE:#38V688

FIXED ASSET LIST

AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	ACQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM
86-02	BASE STATION & MOBIL RADIOS (2)		1980	5,774.00	10	3	1,732.20	577.40	1,443.50	
86-03	BM-25A TRANSCRIBING UNIT SONY	18355	1976	470.00	10	0	0.00			
86-04	SONY BM-11 DICTATING		1976	337.00	10	0	0.00			
86-05	PHONE ANSWERING MACHINE		1980	144.00	10	3	43.20	14.40	36.00	
86-06	SEARS RANGE/REFRIG		1976	425.00	10	0	0.00			
86-07	TL-4100-30-2 RETURN		1976	134.00	10	0	0.00			
86-08	16 TRAY SHAW WALKER		1977	498.00	10	0	0.00			
86-09	MITA COPIER MODEL 1522	E8360454024	1987	2,873.00	10	10	2,873.00	287.30	2,72[illegible]	
86-10	MITA COPIER MODEL DC4085	F837002039	1987	8,687.00	10	10	8,687.00	868.70	8,252.[illegible]	
86-11	RICOH RAPICOM 230 TELECOPIER	R236058069	1987	4,488.00	10	0	0.00			
87-01	CREDENZA		1974	442.00	10	0	0.00			
87-02	CUPBOARD		1974	171.00	10	0	0.00			
87-03	DIEBOLD SAFE		1975	1,181.00	10	0	0.00			
87-04	SECTIONAL WORK CENTER		1975	259.00	10	0	0.00			
87-05	CREDENZA		1976	1,025.00	10	0	0.00			
87-06	CREDENZA HOUSING OFF		1976	195.00	10	0	0.00			
87-07	HON 00 SERIES CREDENZA		1982	331.00	10	5	165.50	33.10	148.95	
88-01	MONROE CARD PROGRAMMER	5978065	1974	251.00	10	0	0.00			
88-02	BURROUGHS CHECK SIGNER	T8839M2079	1974	1,041.00	10	0	0.00			
88-03	BURROUGHS BURSTER MODEL 7501	P1890	1975	1,147.00	10	0	0.00			
88-04	CHECK SIGNER		1976	528.00	10	0	0.00			
89-01	IBM SELECTRIC T/W	2338519	1974	721.00	10	0	0.00			
89-02	IBM TYPEWRITER	2415049	1974	767.00	10	0	0.00			
89-03	IBM SELECTRIC T/W		1975	909.00	10	0	0.00			
89-04	IBM SELECTRIC T/W	2861715	1975	909.00	10	0	0.00			
89-05	IBM SELECTRIC TYPEWRITER	3077725	1976	872.00	10	0	0.00			
89-06	IBM SELECTRIC T/W	263127147	1976	872.00	10	0	0.00			
89-07	IBM T/W	263582702	1978	903.00	10	1	90.30	90.30	45.15	
89-08	IBM T/W		1978	903.00	10	1	90.30	90.30	45.15	
90-01	COAL LAB EQUIP.		1984	21,512.00	10	7	15,058.40	2,151.20	13,982.80	
90-03	GAS CHROMATOGRAPH		1975	9,030.00	10	0	0.00			
90-04	BIESELER PLASTOMETER		1976	26,995.00	10	0	0.00			
90-05	TEKTRONIX MOL 214 OS		1980	1,840.00	10	3	552.00	184.00	460.00	
91-01	ALIGNMENT LASER P-40000-0309		1976	9,317.00	10	0	0.00			
91-02	BLU RAY PRINTER AMONIA		1981	7,728.00	10	4	1,491.20	372.80	1,304.80	
91-03	ALIGNMENT LASER		1975	5,107.00	10	0	0.00			
91-04	MINE THEODOLITE		1975	2,930.00	10	0	0.00			
91-05	DESIGN CRAFT MOBILE		1976	274.00	10	0	0.00			
91-06	WILD T-2 THEODOLITE		1979	5,810.00	10	1	581.00	581.00	290.50	
91-07	ELEC DISTANCE METER		1981	7,450.00	10	4	2,980.00	745.00	2,607.50	
91-08	DRAFTING TABLE		1982	342.00	10	5	171.00	34.20	153.90	
91-09	PORTA-TRACE TABLE		1982	233.00	10	5	116.50	23.30	104.85	
91-10	2 STEEL BLUEPRINT FILES		1982	1,455.00	10	5	727.50	145.50	654.75	
91-11	3 STEEL 5 SHELF UNIT		1982	801.00	10	5	400.50	80.10	360.45	
92-01	DUKANE FILM STRIP PROJECTOR		1975	245.00	10	0	0.00			
92-02	DUKANE FILM STRIP PROJECTOR		1975	245.00	10	0	0.00			

[illegible] COAL COMPANY OF SUNNYSIDE FILE: [illegible]
FIXED ASSET LIST
AS OF JUN 30, 1988

ASSET NO.	DESCRIPTION	SERIAL NUMBER	ACQUIS. YEAR	ORIGINAL BOOK COST	USEFUL LIFE	REMAIN. LIFE	ESTIMATED 12/31/87 BOOK VALUE	1988 DEPREC.	JUNE 30 NET BOOK VALUE	LEASED FROM	FROM USE
92-03	KODAK PAGENT 16MM SOUND PROJECTOR	A07340	1975	617.00	10	0	0.00				
92-04	BELL & HOWELL MAMIYA CAMERA		1975	424.00	10	0	0.00				
92-05	KODAK AF2 PROJECTOR		1976	451.00	10	0	0.00				
92-06	OVERHEAD PROJECTOR		1980	157.00	10	3	47.10	15.70	39.25		
92-07	CASETTE RECORDER		1980	247.00	10	3	74.10	24.70	61.75		
92-08	VIDEO CASSETTE RECORDER		1982	972.00	10	5	486.00	97.20	437.40		
92-09	COLOR VIDEO CAMERA	1V803118	1982	879.00	10	5	439.50	87.90	395.55		
92-10	SHARP COLOR TV	652973	1982	441.00	10	5	220.50	44.10	198.45		
92-11	SHARP COLOR TV	652379	1982	441.00	10	5	220.50	44.10	198.45		
92-12	SHARP COLOR TV	652369	1982	441.00	10	5	220.50	44.10	198.45		
94-01	CONSPEC MINE MONITOR		1983	167,194.00	10	6	100,316.40	16,719.40	91,956.70		
95-01	HEWLETT PACKARD PERSON COMPUTER W/PRINTER		1984	4,370.00	10	7	3,409.00	497.00	3,165.50		
95-02	IBM PERSONAL COMPUTER MONITOR	0507970	1985	555.00	10	8	444.00	55.50	416.25		
95-03	IBM P.C.	1411508	1985	2,103.00	10	8	1,682.40	210.30	1,577.25		
95-04	SILVERED EXP 770 PC PRINTER	58011935	1985	1,330.00	10	8	1,064.00	133.00	997.50		
95-05	COMPUTER TERMINAL		1981	453.00	10	4	181.20	45.30	158.55		
95-07	ENGINEER COMPUTER		1982	8,090.00	10	5	4,045.00	809.00	3,640.50		
95-34	IBM 3742 DATA STATION	3742/[illegible]	1981	2,637.00	10	4	1,054.80	263.70	922.95		
95-37	IBM SYSTEM 36 MODEL 5360	1019403	1987	28,724.00	10	10	28,724.00	2,872.40	27,287.80		
	EPSON EQUITY III COMPUTER WITH LQ 1050 PRINTER		1988								

All office equipment presently located at the Sunnyside Mine including, without limitation, desks, chairs, file cabinets and calculators.

State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor

Ted Stewart
Executive Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340

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Not sure how this dovetails with Sunnyside Reclamation Agreement?
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Daron –
Scott Carlson called 5/31 .... We need this now !!?!! FYI.
I set review date for 6/24 – maybe it could be done quicker...

6/1

Daron –
I think this is a legitimate high priority. Could this be reviewed by 6/10 possibly?
Tax: Pam

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RECOMMENDATION

There are essentially two reasons why this application should be denied. 1) Additional disturbed area should not be added to Sunnyside's Permit. 2) Use of pond 001 is not adequately described.

welldeny.sun

State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor

Ted Stewart
Executive Director

James W. Carter
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340
801-359-3940 (Fax)
801-538-5319 (TDD)

June 2, 1994

TO: Pamela Grubaugh-Littig, Permit Coordinator

From: Daron R. Haddock, Permit Supervisor DRH

RE: Denial of Water Well Amendment, Sunnyside Coal Company, Sunnyside Mine, ACT/007/007-94E, Folder #2, Carbon County, Utah

The Division received on May 27, 1994, an application for a permit change to incorporate a deep production water well into Sunnyside's Permit. The production well is designed to provide water to the Sunnyside Cogeneration Power Plant and is characterized as not Mining Related.

If indeed the proposed well and associated pipeline are not related to mining they would not need to be incorporated into the permit area. They would only need to be identified and mapped in Sunnyside's plan. No additional disturbed area would be involved, nor would designs for topsoil storage and protection be required. This activity would be similar to a utility corridor that is not mining related and therefore not permitted. However, if Sunnyside's reclamation plan is altered or could be affected as a result of the proposed activity, this would also need to be identified.

One issue that is not clear in the application is the proposed use of Pond 001. It appears that SCA plans to use the pond. This use is not contemplated in Sunnyside's plan and would not be allowed unless there is specific transfer of that facility to SCA. (This may include UPDES permitting as well.) Sunnyside is currently responsible for the reclamation of that pond.

RECOMMENDATION

There are essentially two reasons why this application should be denied. 1) Additional disturbed area should not be added to Sunnyside's Permit. 2) Use of pond 001 is not adequately described.

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State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor
Ted Stewart
Executive Director
James W. Carter
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340
801-359-3940 (Fax)
801-538-5319 (TDD)

June 3, 1994

Mr. Robert M. Burnham, President
Sunnyside Coal Company
1113 Spruce Street
Boulder, CO 80302

Re: Denial of Deep Production Well Amendment, Sunnyside Coal Company, Sunnyside Mine, ACT/007/007-94E, Folder #3, Carbon County, Utah

Dear Mr. Burnham:

The Division received the above-noted permit change on May 27, 1994 to incorporate a deep production water well into Sunnyside Mine's permit. This production well is designed to provide water to Sunnyside Cogeneration's Power Plant only and is characterized as not "mining-related", i.e. the water line would only cross the Sunnyside Mine permit area, but is not a "mining-related" activity.

If indeed, this proposed well and associated pipeline, are not related to mining, it would only need to be identified on appropriate Sunnyside Mine surface facility maps, pursuant to R645-301-521.122: "Maps, plans, and cross sections showing all the relevant information required by the Division include - Existing Surface and Subsurface Facilities and Features - that clearly show, 'The location of surface and subsurface man-made features within, passing through, or passing over the proposed permit area, including, but not limited to, major electric transmissions lines, **pipelines**, and agricultural drainage tile fields'." No additional disturbed area would be involved, and should not be added to Sunnyside Mine's reclamation obligation, nor would designs for topsoil storage and protection be required.

The proposed use of Pond 001 is also not clear in the application. It appears that Sunnyside Cogeneration Associates plans to use the pond. This use is not contemplated in Sunnyside's plan and would not be allowed unless there is specific transfer of that facility to Sunnyside Cogeneration Associates, including UPDES permitting as well. Sunnyside Coal Company is currently responsible for the reclamation of Pond 001.

Therefore, this application is denied. If you have any questions, please call Daron Haddock or me.

Sincerely,

Pamela Grubaugh-Littig
Permit Supervisor

cc: Scott Carlson, EWP
Lowell P. Braxton

State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

Michael O. Leavitt
Governor

Ted Stewart
Executive Director

James W. Carter
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340
801-359-3940 (Fax)
801-538-5319 (TDD)

May 31, 1994

Robert M. Burnham, President
Sunnyside Coal Company, Debtor in Possession
113 Spruce Street
Boulder, Colorado 80302

Re: Initial Review Response Accepted - Deep Production Water Well, Sunnyside Coal Company, Sunnyside Mine, ACT/007/007, Folder #2, Carbon County, Utah

Dear Mr. Burnham:

The Division received on May 27, 1994, the revised proposed amendment, Deep Production Well, and has determined the application complete. This amendment has been assigned the permit change number, ACT/007/007-94E.

We anticipate completion of this review by, June 24, 1994, at which time you will be notified of the amendment status.

If you have any questions or concerns, please call me.

Sincerely,

Pamela Grubaugh-Littig
Permit Supervisor

3.2.9B Sunnyside Cogeneration Associates Well and Pipeline

A deep production water well is scheduled to be constructed by Sunnyside Cogeneration Associates (SCA) during 1994. The location of the well, temporary drilling pad, pipeline and topsoil storage pile is shown on Plates III-1Dj and k.

The purpose of the well is to allow SCA to pump the water from the well and deliver the water via pipeline to the power plant reservoir for power generation use. The well is not mining related.

The well will be located on the surface in an area that is undisturbed (See Plate III-20). A temporary sediment pond will be constructed to contain all drill fluids and cuttings. Sediment control for the drill pad area (approximately 1.0 acres) will use alternative, BTCA primary sediment control practices. These consist of undisturbed diversion ditches/berms and a silt fence and are shown on Plate III-1Dk. The temporary drill pad area will be covered with rock during use. After the well is drilled and the pumps installed the area will be reclaimed and revegetated so that the area will use a vegetative cover to control sediment.

In preparation for the construction of the temporary pad, 6" of topsoil will be removed and a topsoil storage pile will be established as shown on Plate III-1Dk and Figure III-17. The capacity of the topsoil storage area is 830 cu. yds. Removal of 6" of topsoil will result in storage of up to 800 cu. yds. Most of the topsoil will be stored for no more than 6 months, after which time it will be redistributed in conjunction with the reclamation of the drill pad. The remaining portion will be used when the wellhead is reclaimed. The topsoil pile will be established and maintained in accordance with established Division guidelines, and as outlined in section 3.5.1.2. As an additional soil protection and sediment control measure, a berm with a cross-sectional area of 1.5 $ft.^2$ (1.25 ft. high with sideslopes of 1:1), will be capable of containing runoff from a 100 yr. 6 hr. event (assuming 70% of precipitation becomes runoff) will be established around the topsoil pile.

The well will discharge into 001 Mine Water Pond or into either the old 10-inch culinary line or a new pipeline to be installed by SCA, via a 6-inch or 8-inch pipeline as shown on Plate III-1Dk. The pipeline corridor to 001 Pond is shown as disturbed area consisting of 3,400 feet length, 10 foot wide (0.8 acres).

The well itself will be cased for its entire length. Since the purpose is to supply SCA with water, the well has a post mining land use and will not be reclaimed. SCA is responsible for the well and its operations and maintenance.

3.2.10 Permit Term Disturbance Area

The Sunnyside permit contains 14,533 acres. The permit boundary is delineated on Plate II-1. The permit area includes the original permit area, except for the Sunnyside Cogeneration Associates' permit area (formerly Sunnyside Coal Company's Refuse Disposal Area), plus all incidental boundary changes which have been made and approved in the past.

A total of ~~182~~ **184** acres have been or will be disturbed. An additional 5.88 acres have been contemporaneously reclaimed in Slaughter Canyon. The distribution of the disturbed areas are shown on Table III-24 and III-43.

3.2.11 Additional Areas for Surface Disturbance for Life of Mine

There are no new planned areas of disturbance during the permit term.

3.2.12 Detailed Construction Schedule

There is no new planned construction during the permit term.

3.3 Operating Plan

3.3.1 Mining Plans

The Sunnyside Coal property has been mined continuously since the last 1890's. Over sixty million tons of coal have been extracted during this period. Kaiser Steel Corporation leased the No. 2 Mine from Utah Fuel Company in 1942 to provide coking coal to the newly constructed steel mill at Fontana, California. In 1950, Kaiser Steel purchased the entire property. Since 1950, the major production areas have been shifted from the No. 2 Mine near the southeast boundary to the No. 1 Mine area to the northwest (see Plate III-3).

At the present time, the Sunnyside workings extend along the strike from the Columbia Mine northwestward to the boundary of the B Canyon Federal Lease a distance of approximately 6-1/2 miles. Workings down-dip from the outcrop have reached a maximum of 2-1/2 miles. Future workings will be further extensions down-dip (see Plate III-4).

The Sunnyside complex encompasses three mines. each with its separate ventilation, access and haulage systems. At present, the

Those disturbed areas which have been revegetated prior to the ACT were mapped in the fall of 1983 and are also shown on Plates III-20 and III-23. These maps delineate pre-law areas which remain to be revegetated and will enable determination of the level of reclamation required for any pre-law areas which may be re-disturbed.

Upon completion of the Methane Drainage Borehole facility, as soon as weather conditions allow, the drill pad will be permanently reclaimed as outlined in section 3.5.5, except for the wellhead and shack. The access road shown on Plate III-1Di is temporary, to be used only during facility construction. The temporary access road will also be reclaimed upon completion of the facility, and will not be used except for emergencies after reclamation.

At the SCA Well facility, the temporary drill pad will be permanently reclaimed as outlined in section 3.5.5, except for the wellhead and shack which are permanent and have a post mining land use.

3.5.1.2 Soil Removal and Storage

Because the Sunnyside Mines have been active since the late 1800's, the permit area includes 136.645 acres of land were disturbed prior to the 1977 Act that did not require topsoil removal before mining or surface facilities construction. The present status of this land includes active and inactive non-reclaimed areas as well as some reclaimed sites.

The 83 acres encompassed by the refuse and slurry piles will remain active until cessation of mining activities, although some reclamation of this area will occur contemporaneously.

Very little topsoil will be available for use in reclamation for any lands that were disturbed prior to the 1977 Act because topsoil material was not salvaged. In addition, estimation of the available in-place soil quality or quantity is difficult because many large areas have been disturbed, regraded, and spread with clinker and some of these areas have been revegetated. No records exist about disturbances, but we do know that part of the main facilities are located on a pre-existing townsite and that much of Grassy Trail Creek has been channelized, resulting in increased perturbation of the soils.

Large portions of the facilities are located over the HBC (Haverson fine sandy loam) mapping unit, which has an average depth of sixty inches (Plate VIII-1). Potentially, this material is available for revegetation. Although this soils becomes increasingly alkaline with depth, the texture remains suitable for plant

growth. The extent of activities on this soil series is unknown, but no toxic materials were present in the test pits. In order to characterize and determine the extent of the in-place soils in these areas, several test pits were dug around the facilities in the fall of 1983.

Within each soil pit, soil samples were taken at twelve-inch increments. A visual examination of soil texture, color, and quality was also made. Details concerning the sampling methods, laboratory procedures, and results are contained in Chapter VIII.

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the Manshaft Pumpline is shown on Drawing B4-0082, "Detailed Surface Facilities Area - 6", and the location of the old 10" Culinary Water Line is shown on Plate III-16.

SCC has additional plans to attach the Manshaft Pumpline and the Twinshafts Pumpline to the old 10" Culinary Water Line, owned by the cities of Sunnyside and East Carbon and leased to SCC, in order to complete a system that will permit the diversion of mine water to any point on its property in order to allow for additional settling and treatment of mine water. Connections will be made from the Manshaft Pumpline and the Twinshafts Pumpline to the old 10" Culinary Water Line at the 001 Mine Water Pond (see Drawing No. B4-0081), and from the Culinary Water Line to the 002A and 002B Mine Water Ponds via a connection at the Whitmore Fan Return Air Shaft (see Drawing No. B4-0082). A valve installed at this connection will allow either the diversion of water to the 002A and 002B Ponds or continuation of flow through the 10" Culinary Water line to the Twin Tanks. The location of the old 10" Culinary Water Line is shown on Plate III-16.

Sunnyside Cogeneration Associates (SCA) will install a deep production water well facility in Water Canyon as shown on Plate III-1Dj. The water is used in the powerplant owned by SCA and is delivered from the wellhead by pipeline to either 001 Pond or the powerplant's reservoir. The well does not have a mining-related use.

(3) A pair of entries completed in the early 1860's was driven across a portion of U.S. Steel's B Canyon Federal Lease and to the outside. Permission was granted by U.S. Steel to Kaiser Steel to use these entries as return air courses. As there was some water build-up in these entries, a 4-inch steel line was installed from this area to the main portal of No. 1 Slope. The flowmeter installed in this line showed an average discharge rate of 4 gpm over a one year period.

(4) Excess water from the No. 3 Slope, not used underground.

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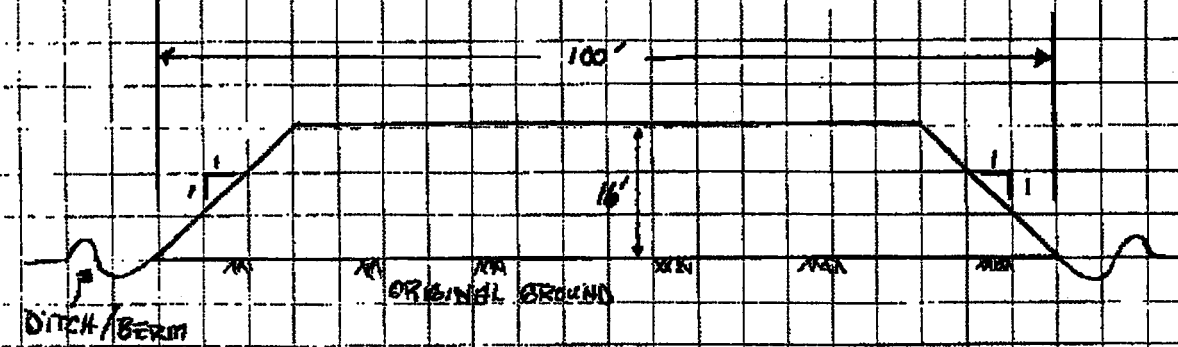
ECKHOFF, WATSON
& PREATOR ENGINEERING
1121 East 3900 South, C-100
SALT LAKE CITY, UTAH 84124
(801) 261-0090

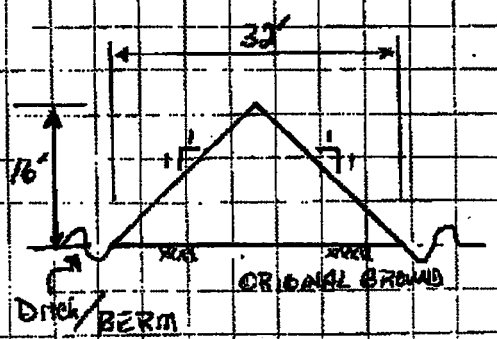
JOB SCA DEEP PRODUCTION WATER WELL
SHEET NO. ____ OF ____
CALCULATED BY SSC DATE 3/17/94
CHECKED BY ____ DATE ____
SCALE ____

FIGURE III - 17 CHAPTER III BOOK 1

TOPSOIL PILE



PROFILE



X- SECTION

CAPACITY of STOCKPILE ≈ APPROXIMATELY 830 cu. yards

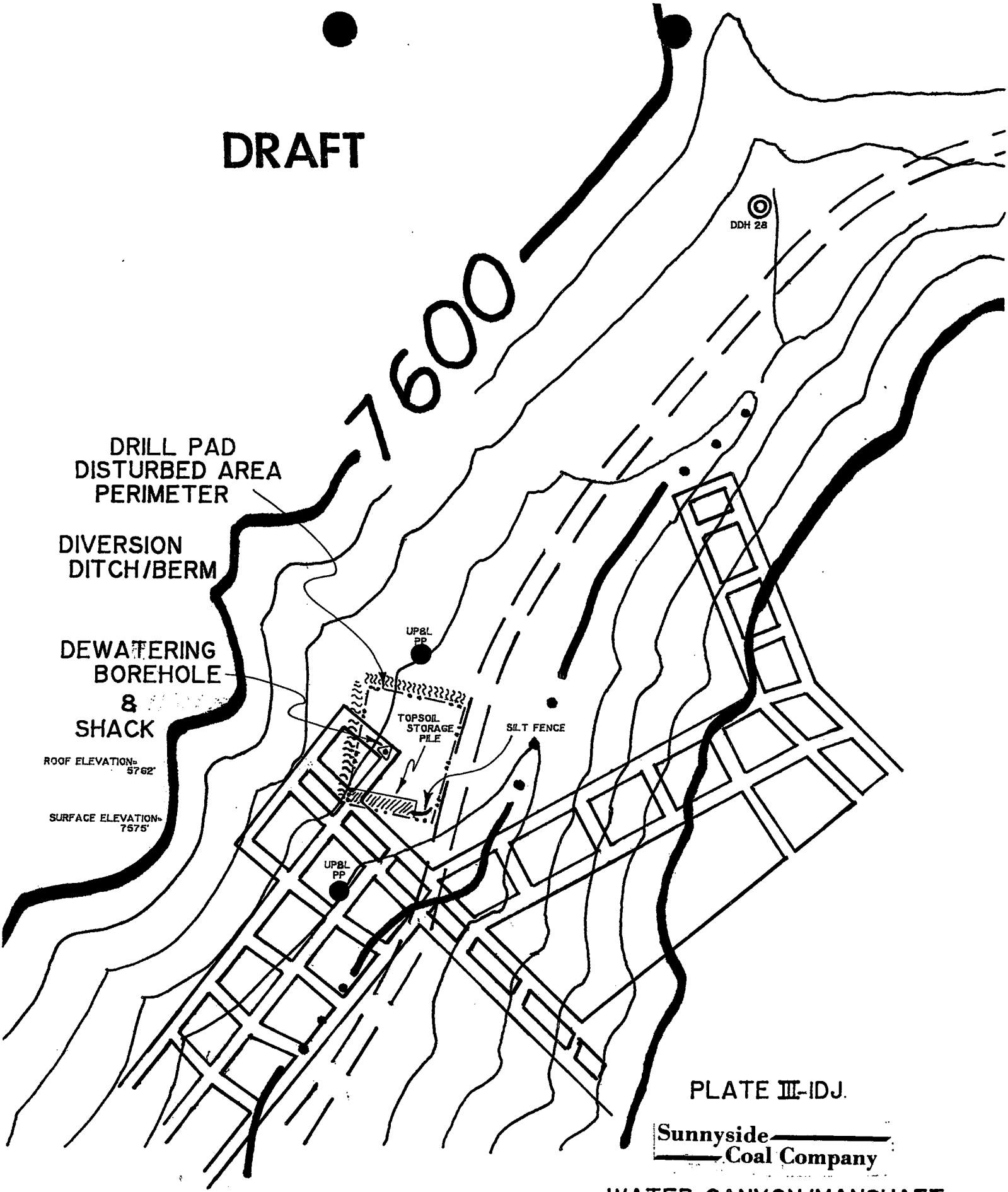


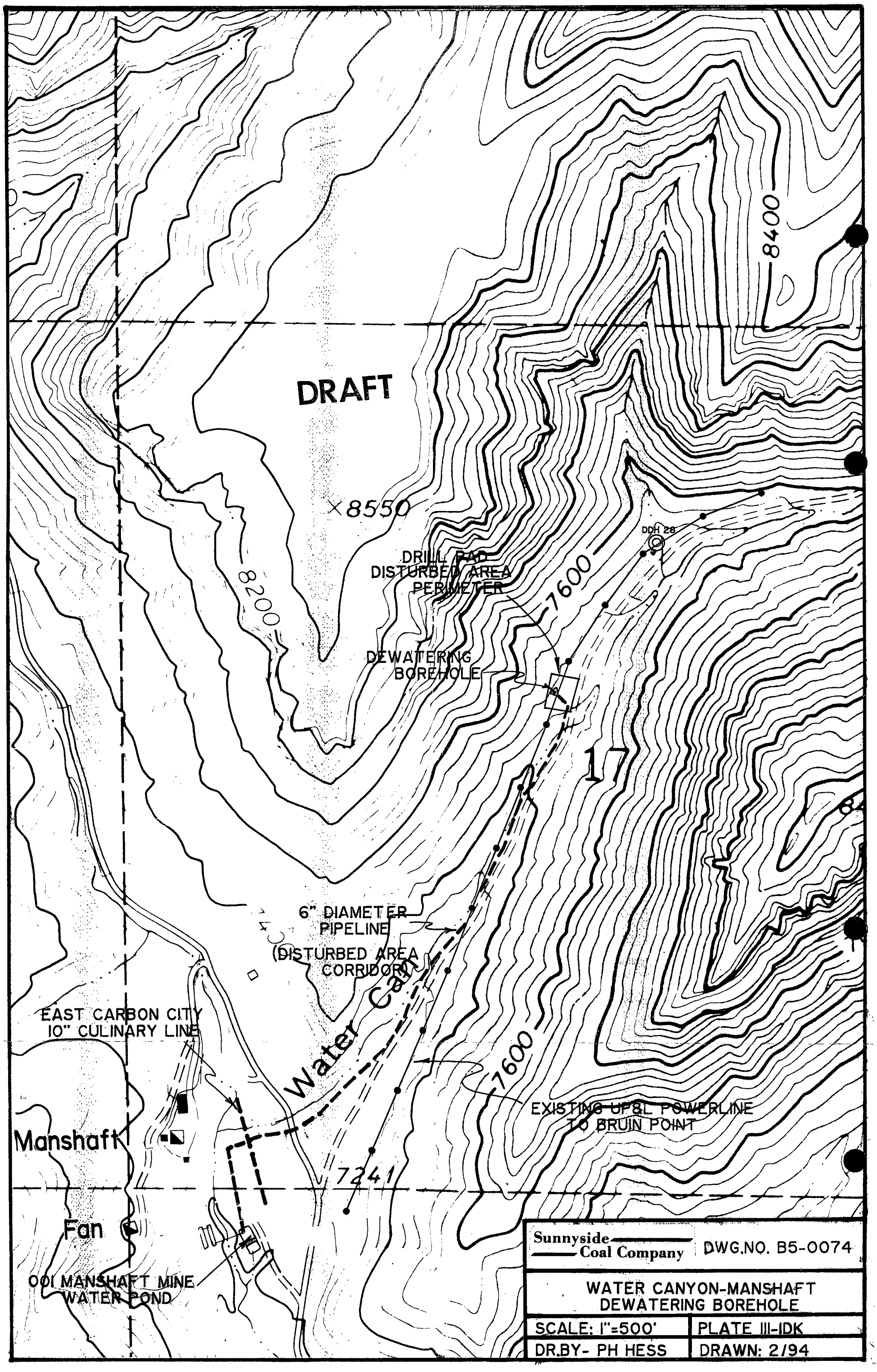
PLATE III-IDJ.

Sunnyside Coal Company

WATER CANYON/MANSHAFT
DEWATERING BOREHOLE

CONTOUR INTERVAL- 40'.

SCALE: 1"=200' 2/94


DRAFT
8400
8550
8200
7600
DDH 28
DRILL PAD
DISTURBED AREA
PERIMETER
DEWATERING
BOREHOLE
17
6" DIAMETER
PIPELINE
(DISTURBED AREA
CORRIDOR)
Water Can
EAST CARBON CITY
10" CULINARY LINE
7600
EXISTING UP&L POWERLINE
TO BRUIN POINT
Manshaft
7241
Fan
001 MANSHAFT MINE
WATER POND
Sunnyside
Coal Company
DWG.NO. B5-0074
WATER CANYON-MANSHAFT
DEWATERING BOREHOLE
SCALE: 1"=500'
PLATE III-IDK
DR.BY- PH HESS
DRAWN: 2/94

SUNNYSIDE COAL COMPANY
Debtor in Possession
1113 Spruce Street
Boulder, Colorado 80302
(303) 938-1506
Facsimile: (303) 938-5005

94-E

May 25, 1994

ACT/007/007 #2
Copy letter to Amendment file.

Ms. Pamela Grubaugh-Littig
Permit Supervisor
Utah Division of Oil, Gas and Minerals
State of Utah Natural Resources
355 W. North Temple, Suite 350
Salt Lake City, UT 84180-1203

Re: Revised Application for Permit Change Adding a Deep Production Water Well

Dear Pam:

Enclosed please find a revised Application for Permit Change that will incorporate a proposed deep production, water well into SCC's current PAP.

Sunnyside Cogeneration Associates has purchased water right 91-231 under an agreement dated September 30, 1993 and needs this facility to supply water to the power plant.

Sincerely,

Robert M. Burnham
President

cc: J. Semborski
Brian Burnett, Callister, Duncan & Nebeker (w/o enclosure)
Scott Carlson, Eckhoff, Watson and Preator Engineering
Ms. Denise Dragoo, Fabian & Clendenin

RECEIVED
MAY 27 1994
DIV. OF OIL, GAS & MINING

Form DOGM - E (Last Revised 6/93) File Folder # 3

PERMIT CHANGE TRACKING FORM

DATE RECEIVED	5/27/94	PERMIT NUMBER	ACT/007/007
Title of Proposal: Reef Production		PERMIT CHANGE #	94E
Description: Water Well		PERMITTEE	SCC
		MINE NAME	Sunnyside

	DATE DUE	DATE DONE	RESULT	
☑ 15 DAY INITIAL RESPONSE TO PERMIT CHANGE APPLICATION		5/31/94	☑ ACCEPTED	☐ REJECTED
☐ Notice of Review Status of proposed permit change sent to the Permittee.			Permit Change Classification	
☐ Request additional review copies prior to Division/Other Agency review.			☐ Significant Permit Revision	
☐ Notice of Approval of Publication. (If change is a Significant Revision.)			☐ Permit Amendment	
☐ Notice of request to modify proposed permit change prior to approval.			☐ Incidental Boundary Change	

REVIEW TRACKING	INITIAL REVIEW		MODIFIED REVIEW		FINAL REVIEW AND FINDINGS	
DOGM REVIEWER	DUE	DONE	DUE	DONE	DUE	DONE
☐ Administrative _____						
☐ Biology _____						
☑ Engineering _____						
☐ Geology _____						
☐ Soils _____						
☑ Hydrology _____						
☐ Bonding _____						
☐ AVS Check _____						
COORDINATED REVIEWS	**DUE**	**DONE**	**DUE**	**DONE**	**DUE**	**DONE**
☐ OSMRE						
☐ US Forest Service						
☐ Bureau of Land Management						
☐ US Fish and Wildlife Service						
☐ US National Parks Service						
☐ UT Environmental Quality						
☐ UT Water Resources						
☐ UT Water Rights						
☐ UT Wildlife Resources						
☐ UT State History						
☐ Other						

☐ Public Notice/Comment/Hearing Complete (If the permit change is a Significant Revision)		☐ Permit Change Approval Form signed and approved effective as of this date. ☐ Permit Change Denied.	
☐ Copies of permit change marked and ready for MRP.		☐ Notice of ☐ Approval ☐ Denial to Permittee.	
☐ Special Conditions/Stipulations written for approval.		☐ Copy of Approved Permit Change to File.	
☐ TA and CHIA modified as required.		☐ Copy of Approved Permit Change to Permittee.	
☐ Permit Change Approval Form ready for approval.		☐ Copies to Other Agencies and Price Field Office.	

APPLICATION FOR PERMIT CHANGE

Title of Change:	Permit Number: ACT/007/007
Sunnyside Cogeneration Associates Well	Mine: Sunnyside
	Permittee: Sunnyside Coal Company

Description - include reason for change and timing required to implement: Sunnyside Coal Company has agreed to allow Sunnyside Cogeneration Associates (SCA) to drill and develop a deep production water well. The well will be located in Water Canyon and a submersible pump will be installed. The water is then to be delivered by a pipeline to the SCA power plant.

☐ Yes	☒ No	1. Change in the size of the Permit Area? _____ acres ☐ increase ☐ decrease.
☒ Yes	☐ No	2. Change in the size of the Disturbed Area? 1.8 acres ☐ increase ☐ decrease.
☐ Yes	☒ No	3. Will permit change include operations outside the Cumulative Hydrologic Impact Area?
☐ Yes	☒ No	4. Will permit change include operations in hydrologic basins other than currently approved?
☐ Yes	☒ No	5. Does permit change result from cancellation, reduction or increase of insurance or reclamation bond?
☐ Yes	☒ No	6. Does permit change require or include public notice publication?
☐ Yes	☒ No	7. Permit change as a result of a Violation? Violation #
☐ Yes	☒ No	8. Permit change as a result of a Division Order? D.O. #
☐ Yes	☒ No	9. Permit change as a result of other laws or regulations? Explain:
☐ Yes	☒ No	10. Does permit change require or include ownership, control, right-of-entry, or compliance information?
☒ Yes	☐ No	11. Does the permit change affect the surface landowner or change the post mining land use?
☐ Yes	☒ No	12. Does permit change require or include collection and reporting of any baseline information?
☐ Yes	☒ No	13. Could the permit change have any effect on wildlife or vegetation outside the current disturbed area?
☒ Yes	☐ No	14. Does permit change require or include soil removal, storage or placement?
☒ Yes	☐ No	15. Does permit change require or include vegetation monitoring, removal or revegetation activities?
☐ Yes	☒ No	16. Does permit change require or include construction, modification, or removal of surface facilities?
☒ Yes	☐ No	17. Does permit change require or include water monitoring, sediment or drainage control measures?
☒ Yes	☐ No	18. Does permit change require or include certified designs, maps, or calculations?
☐ Yes	☒ No	19. Does permit change require or include underground design or mine sequence and timing?
☐ Yes	☒ No	20. Does permit change require or include subsidence control or monitoring?
☐ Yes	☒ No	21. Have reclamation costs for bonding been provided or revised for any change in the reclamation plan?
☐ Yes	☒ No	22. Is permit change within 100 feet of a public road or perennial stream or 500 feet of an occupied dwelling?
☐ Yes	☒ No	23. Is this permit change coal exploration activity ☐ inside ☐ outside of the permit area?

☐ **Attached 3 complete copies of proposed permit change as it would be incorporated into the Mining and Reclamation Plan.**

I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all aspects with the laws of Utah in reference to commitments, undertakings, and obligations, herein.

[signature] President 5/25/94
Signed - Name - Position - Date

Subscribed and sworn to before me this 25th day of MAY, 1994.

[signature]
Notary Public

My Commission Expires: 16 JUNE, 1997.
Attest: STATE OF COLORADO
COUNTY OF BOULDER

Received by Oil, Gas & Mining
RECEIVED
MAY 27 1994
OF OIL, GAS & MINING

ASSIGNED PERMIT CHANGE NUMBER

CALEB S. SEVIAN NOTARY PUBLIC STATE OF COLORADO

Application for Permit Change
Detailed Schedule of Changes to the Permit

Title of Change:	Permit Number: ACT/007/007
Sunnyside Cogeneration Associates Well	Mine: Sunnyside
	Permittee: Sunnyside Coal Company

Provide a detailed listing of all changes to the mining and reclamation plan which will be required as a result of this proposed permit change. Individually list all maps and drawings which are to be added, replaced, or removed from the plan. Include changes of the table of contents, section of the plan, pages or other information as needed to specifically locate, identify and revise the exiting mining and reclamation plan. **Include page, section and drawing numbers as part of the description.**

			DESCRIPTION OF MAP, TEXT, OR MATERIALS TO BE CHANGED
☐ ADD	☒ REPLACE	☐ REMOVE	Page 10a in Chapter III, Book 1
☒ ADD	☐ REPLACE	☐ REMOVE	Page 10b in Chapter III, Book 1
☐ ADD	☒ REPLACE	☐ REMOVE	Page 43 in Chapter III, Book 1
☐ ADD	☒ REPLACE	☐ REMOVE	Page 43a in Chapter III, Book 1
☐ ADD	☒ REPLACE	☐ REMOVE	Page 7a in Chapter III, Book 6
☒ ADD	☐ REPLACE	☐ REMOVE	Figure III-17 in Chapter III, Book 1
☒ ADD	☐ REPLACE	☐ REMOVE	Plate III-1Dj in Chapter III, Book 3
☒ ADD	☐ REPLACE	☐ REMOVE	Plate III-1Dk in Chapter III, Book 3
☐ ADD	☐ REPLACE	☐ REMOVE	
☐ ADD	☐ REPLACE	☐ REMOVE	
☐ ADD	☐ REPLACE	☐ REMOVE	
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☐ ADD	☐ REPLACE	☐ REMOVE	

Any other specific or special instructions required for insertion of this proposal into the Mining and Reclamation Plan?