

0010

*Mike Jels*

# UNITED STATES FUEL COMPANY



P.O. Box 887  
PRICE, UTAH 84501

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August 15, 1996

Mr. Pete Hess  
Reclamation Specialist  
Division of Oil, Gas & Mining  
Utah Department of Natural Resources  
451 East 400 North  
Price, UT 84501

Re: Equipment Sale Information

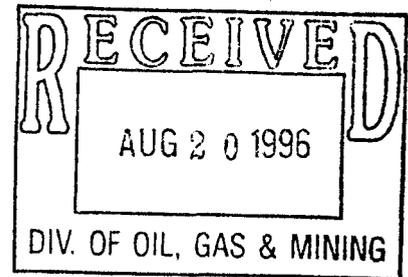
Dear Pete,

As requested at the informal hearing last week, I have enclosed the portions of the sales agreement with American Fuel which deal with the sale of equipment. If you have any questions, please give me a call.

Sincerely,

Michael P. Watson  
President

cc: Jim Carter, Director, DOGM  
Lowell Braxton, Associate Director, DOGM  
Oliver Gushee



## ARTICLE 2: PURCHASE AND SALE.

### 2.1 Properties Purchased.

Subject to the terms and conditions hereinafter set forth, on the Closing Date hereinafter defined, U.S. Fuel agrees to sell, assign, convey and deliver to AM, and AM agrees to purchase, accept and pay for all of U.S. Fuel's right, title and interest in the Properties described in Exhibit "A" for a purchase price ("Purchase Price") to be calculated and determined as hereinafter set forth.

### 2.2 Properties Retained.

It is the intention of the parties, that U.S. Fuel is selling to AM and AM is purchasing assets located at the Hiawatha Site described in Exhibit "A" as definitively as possible, specifically excepting and reserving to U.S. Fuel (i) rights and interests to all real and personal property interests not included in Exhibit "A", and (ii) such other rights as may be required on or across the Properties, for U.S. Fuel's continuing operations in connection with its Excluded Property interests.

## ARTICLE 8: CLOSING.

### 8.1 Closing.

Unless otherwise agreed in writing by the parties, the execution of this Agreement and the delivery of same shall take place at 10:00 a.m., prevailing local time, on September 30, 1994, at the offices of Pruitt, Gushee & Bachtell, 1850 Beneficial Life Tower, Salt Lake City, Utah 84111, or such other date and/or place to which the parties may agree. The date of Closing is hereinafter referred to in this Agreement as the "Closing Date".

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PART IV

OTHER PROPERTY

A. Personal Property Interests for and in connection with coal mining operations at US Fuel's King Mines, including the following:

EQUIPMENT

<u>Manufacturer</u>	<u>Model</u>	<u>S/N</u>	<u>Location</u>
	Steam Cleaner		K4
	Portable Welder		K4
Joy	Cutterhead Gear Case		K4
Timberline	Water tank (mobile)		K4
Timberline	Material Trailer (UG)		K4
Timberline	Material Trailer (UG)		K4
Timberline	Material Trailer (UG)		K4
U.S. Fuel	Spreader		K4
	Fan Duster/Fan		K4
	Fan Duster/Fan		K4
U.S. Fuel	Shop Car		K4
U.S. Fuel	Shop Car		K4
U.S. Fuel	Shop Car		K4
	Kobe Pump Assy. (20hp)		K4
	Fairbank Morse (100hp)		K4
Al Lee	Duster 480V		K4
U.S. Fuel	Lube Station (mobile)		K4
	Bathroom Pump		K4
	Bathroom Pump		K4
S/R	488 Scoop Charger		K4
S/R	488 Scoop Charger		K4
	Main Water Pump 480V		K4
	Duster 480V		K6
	Duster (hyd)		

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## EQUIPMENT - ELECTRICAL

<u>Manufacturer</u>	<u>Model</u>	<u>S/N</u>	<u>Location</u>
Silpak	Sectionalizing Switch		SY
U.S. Fuel	Sectionalizing Switch		SY
Ohio Brass	Sectionalizing Switch		SY
U.S. Fuel	Sectionalizing Switch		SY
U.S. Fuel	Sectionalizing Switch		SY
Federal Pacific	Power Center (1000)		SY
Pemco	Power Center (750)		SY
Pemco	Power Center (750)		SY
U.S. Fuel	Power Center (750)		SY
U.S. Fuel	Power Center (750)		SY
Ohio Brass	Power Center (1500)		SY
Pemco	Power Center (750)		SY
Elmac	PC/BS (500)		SY
Pemco	PC/BS (500)		SY
Pemco	PC/BS (500)		SY
MCI	PC/BS (500)		SY
MCI	PC/BS (500)		SY
Ensign	Power Center (1000)		K4
Pemco	Power Center (750)		K4
Pemco	Dist. Box		K6
Pemco	Dist. Box		K4
Pemco	Dist. Box		K4
Pemco	Dist. Box		K4

## MINING EQUIPMENT

<u>Manufacturer</u>	<u>Model</u>	<u>S/N</u>	<u>Location</u>
Joy	12CM10 Miner		K4
Joy	12CM6 Miner		K6
Stamler	17 Feeder		K4
Long Air Dox	Rhino Feeder		K6
Lee Norse	TD43-2 RB		K6
Lee Norse	TD43-1 RB		K6
Lee Norse	TD43-2 RB		K6

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Ingersol Rand	IR250 Compressor		K6
Lee Norse	TD43-2 RB		K4
Lee Norse	TD43-2 RB	21508	K4
Lee Norse	TD43-2 RB	21232	K4
FMC	Roof Bolter		K4
Joy	RBD 81 Face Drill		K4
Lee Norse	265 Miner		K4
Lee Norse	TD43-1		K4
Simmons Rand	488 Scoop	1946	K4
Simmons Rand	488 Scoop	1945	K4
Cate	Compressor - Mobile		K4
Sullair	Compressor 480V	45826	K6
Sullair	Compressor 480V		K6
U.S. Fuel	Shop Car		K6
Sullair	Compressor 480V		K4
Atlas-Copco	Compressor 480V (skid)		K4

### DIESEL EQUIPMENT

<u>Manufacturer</u>	<u>Model</u>	<u>S/N</u>	<u>Location</u>
EIMCO	936 Scoop	936M	SY
EIMCO	935 Scoop	935-0060	SY
Wagnor	ST2B Scoop		SY
Cate	Generator Set		K4
PH	18 Ton Cherry Picker		SS
LiftAll	Fork Lift	78375	K4
Fiat Allis	60S Loader		K4
Cate	Mobile Compressor		K4
Blade Mor	707 Grader		K4
Cat	988B Loader		SS
Michigan	210 Scrapper		SS
Euclid	R50 Dump Truck	50W-3450	SS
Euclid	R50 Dump Truck		SS
Euclid	201 TD Dump Truck	62-E1-197	SS
Ford	8000 Water Truck		SS
Ford	8000 Snow Plow		SS
Ford	8000 Snow Plow		SS
Cat	14E Grader		SS

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Ford	F250 Pickup	SS
Ford	F150 Pickup	SS
Ford	F150 Pickup	SS
GMC	S-15 Pickup	SS
Cat	D8 Cat	SS
Cat	D8 Cat	SS
Ford	Winch Truck	SS

### BELT EQUIPMENT

<u>Manufacturer</u>	<u>Model</u>	<u>S/N</u>	<u>Location</u>
Long Airdox	2-150 HP Drive		K6
Long Airdox	2-150 HP Drive		K6
Long Airdox	Take Up Easy		K6
U.S. Fuel	Tail Piece 42"		K4
U.S. Fuel	Transfer/Tail Piece		K4
Long Airdox	2-150 Drive 42"		K4
Long Airdox	2-150 Drive 42"		K4
Continental	125 Drive 42"		K4
Continental	125 Drive 42"		K4

### TRANSFORMERS - MOTORS

<u>Motor</u>	<u>KVA</u>	<u>Phase</u>	<u>Voltage</u>
X-Former	600 HP	3PH	
X-Former	197 KVA	1PH	
X-Former	197 KVA	1PH	
X-Former	197 KVA	1PH	
X-Former	3750 KVA	3PH	
X-Former	75 KVA	1PH	
X-Former	75 KVA	1PH	
X-Former	75 KVA	1PH	
X-Former	5000 KVA	3PH	
X-Former	2500 KVA	3PH	
X-Former	150 KVA	1PH	
X-Former	333 KVA	1PH	

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X-Former	333 KVA	1PH
X-Former	167 KVA	1PH
Motor	100 HP	3PH
Cutter Motor	150 HP	3PH

### BUILDINGS & STRUCTURES

<u>Property</u>	<u>Location</u>
Bathhouse	K6
Shop	K6
Substation - 12 KV/4160	K6
Switch Gear - Westinghouse	K6
Power Line - 4/O Copper	K6
Tan Assembly (spare motor)	K6
Truck Loadout Structure	K6
Bathhouse	K4
Fan Assembly & Structure - 1160 600 HP	K4
Shop	K5
Fan Assembly & Structure - 480V	K5
Truck Load-Out Structure	K4
Rock Dust Storage Bin	K5
Shop	K4
Switch Gear	K5
Switch Gear	K4
Substation	
Surface Diesel Shop	
Surface Substation - 44KV/12KV 480	
Surface Shop	
Surface Bathhouse	

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Surface Warehouse  
Gas Tank & Pump  
Diesel Fuel Tank & Pump

MISCELLANEOUS EQUIPMENT  
(situated at Middle Fork Mine Offices)

<u>Property</u>	<u>Location</u>
File Cabinets	K4 & K6
Desks	K4 & K6
Bookcases	K4 & K6
Chairs	K4 & K6
Credenzas	K4 & K6
Map Cabinets	Engineering
Safes	All

Supplies Including:

Timber in miscellaneous lengths  
Tools  
High Voltage Cable (8KV & 15 KV) total 5,000 ft.