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State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

September 15, 2008

Shawn Baker, Resident Agent
Hiawatha Coal Company
P.O. Box 1240
Huntington, Utah 84528

Subject: Invitation to Attend Phase I Bond Release Inspection for Reclaimed Areas (Refuse Pile 2 and Slurry Pond 4 and Slurry Pond 5), Hiawatha Coal Company, Hiawatha Mine, C/007/0011, Task ID #3035, Outgoing File

Dear Mr. Baker:

You are invited to attend the bond release inspection for the reclaimed areas at the Hiawatha Mine. The inspection will commence on October 8, 2008 at 10:00 a.m. at the refuse pile, which is located at the intersection of Utah State Highway 122 and the Mohrland Cutoff Road.

The refuse pile is located east of the Hiawatha, Utah. From Price travel 7.9 miles south on Utah State Highway 10 and turn west (right) on Utah State Highway 122 west for 9 miles.

Hiawatha Coal Company is seeking Phase I bond release on 95.9 acres associated with Refuse Pile 2, Slurry Pond 4 and Slurry Pond 5.

The areas are located Township 15 South, Range 8 East, SLB&M, Utah.

Section 26: Portions of SW1/4SW1/4

Section 27: Portions of SE1/4SE1/4

Section 34: Portions of NE1/4NE1/4

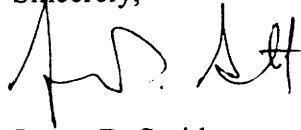
Section 35: Portions of W1/2NW1/4

The inspection will involve moderate hiking on rough terrain and should take several hours. Please bring water, snacks, hat, sunscreen, rain gear, jacket and hiking boots.

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If you have any questions, please feel free to call me at (801) 538-5262 or Wayne Western at (801) 538-5263.

Sincerely,

A handwritten signature in black ink, appearing to read 'J.D. Smith', written in a cursive style.

James D. Smith
Permit Supervisor

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