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From: Angela Nance
To: cally.f.johnson@chase.com; Mark.reynolds@hiawathacoal.com
CC: April Abate; Daron Haddock; Jim Smith; OGMCOAL; Pete Hess
Date: 11/4/2009 5:38 PM
Subject: Hiawatha Bond Reduction
Attachments: LOCredution.pdf

Please see the attached letter regarding the authorization to reduce the Letter of Credit for Hiawatha Mine.



JON M. HUNTSMAN, JR.
Governor

GARY R. HERBERT
Lieutenant Governor

State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

November 4, 2009

Paul Sommers
JPMorgan Chase Bank
201 South Main Street
Salt Lake City, Utah 84111

Subject: Authorization to Reduce Bond Amount, Hiawatha Mine, C/007/0011, Task ID #3364

Dear Mr. Sommers:

The Division hereby authorizes a reduction in the bond amount for Hiawatha Mine as a result of the approval of the Chapter 8 Update (including the bond estimate and road agreement with ANR), Task ID #3364. The new Letter of Credit amount required by the Division is \$1,961,000 (a reduction of \$312,464).

If you have any questions, please feel free to call Angela Nance at (801) 538-5264.

Sincerely,

Dana Dean, P.E.
Associate Director, Mining

AN
cc: Mark Reynolds
Price Field Office
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