

C007011 Incoming
cc: April

HIAWATHA COAL COMPANY, INC. K

P.O. Box 1240
Huntington, Utah 84528

Office (801) 857-0399
FAX (435) 687-5057

RECEIVED

June 18, 2012

JUN 22 2012

DIV. OF OIL, GAS & MINING

Daron Haddock
Utah Division of Oil, Gas & Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Ut ~~84115~~ 84114-5801

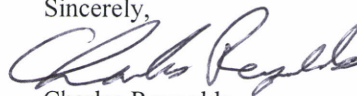
Subject: Water Monitoring Sample Collection 2nd Quarter, 2012

Dear Mr. Haddock:

Pursuant to our meeting on June 13, 2012, I am sending you this letter to explain a misunderstanding which took place in Hiawatha's water monitoring sample collection during the months of April and May, 2012. Due to confusion on the part of Hiawatha's employee who has recently been trained to do the water sample collection, the Steam sample (ST sample designation) collection schedule for the months of April and May were switched. Field sample measurements were collected in April for the samples. Operational quality samples were collected during the month of May. Complete quality data is still available for all flowing sites, so the water quality record will still be complete. Samples D001 and D002 were collected in accordance with the schedule in Table 7-17. In 2013, Hiawatha Coal Company will ensure that the monitoring resume the schedule shown in Table 7-17 for the stream samples also. We apologize for any confusion which may result in the review of the data and hope this letter will help avoid the confusion.

If you have any questions, please call me at (801) 857-0399.

Sincerely,



Charles Reynolds
Mining Engineer