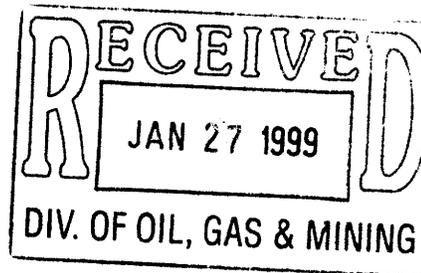


**EarthFax**

EarthFax
Engineering Inc.
Engineers/Scientists
7324 So. Union Park Ave.
Suite 100
Midvale, Utah 84047
Telephone 801-561-1555
Fax 801-561-1861

January 26, 1999



Director
Division of Water Quality
Department of Environmental Quality
288 North 1460 West
P.O. Box 144870
Salt Lake City, Utah 84114-4870

ACT10071013 #7

RE: NDecember 1998 Discharge Monitoring Report for the Horse Canyon Mine, UPDES Permit #UTG040013

Dear Sir:

Please find enclosed the December 1998 Discharge Monitoring Report for the Horse Canyon Mine, UPDES Permit #UTG040013, discharge numbers 001A and 002A. These reports are being submitted in accordance with the mine's UPDES permit.

Sincerely,

Thomas J. Suchoski

enclosures

cc: Utah Division of Oil, Gas, and Mining
Mr. Paul Clark