

0066

UtahAmerican Energy, Inc.

UtahAmerican Energy Inc.
P.O. Box 187
St. Clairsville, OH 43950

Phone: 740-926-1351
FAX: 740-926-1615
email: CBorrell@CoalSource.com

July 14, 2001

RECEIVED

Ms. Pamela Grubaugh-Littig
State of Utah
Department of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Salt Lake City, Utah 84114-5801

JUL 16 2001

DIV OF OIL GAS & MINING

Handwritten signature
7/16/01

Dear Ms. Grubaugh-Littig:

Enclosed is a Surety Bond for One Million Five Hundred Fifty Six Thousand Dollars (\$1,556,000) for the Lila Canyon Mine project. The Surety Bond is issued by XL Specialty Insurance Company.

Please pass this Surety Bond to Mr. Lowell P. Braxton for signature and return a signed copy for our records.

If you have any questions, please call.

Sincerely,
UtahAmerican Energy, Inc.

Handwritten signature of Clyde I. Borrell

Clyde I. Borrell
President

*Pam -
The check (Bond)
is in the mail.*

Att - Clyde Borrell

Cc: Mr. Paul B. Piccolini