



## UtahAmerican Energy, Inc.

January 5, 2006

Pam Grubaugh-Littig  
Permit Supervisor  
1594 West North Temple, Suite 1210  
P.O. Box 145801  
Salt Lake City, Utah 84114-5801

*J. Marshall*  
1/05/06

Re: Five Year Permit Renewal, Horse Canyon Mine, UtahAmerican Energy, Inc. (UEI),  
Horse Canyon Mine

Dear Ms. Grubaugh-Littig,

Enclosed you will find the permit renewal application for the Horse Canyon Mine ACT\007\013 as per R645-303-230.

Included in the application is a legal notice, proof of liability insurance, and current bonding documentation.

Please note that the bonding requirements at the time of renewal should be reduced as a result of the Post Mine Land Use change.

Since there are no insertions or deletions to the current MRP, C1 and C2 forms are not being submitted.

This application is being submitted by FAX, email and a hard copy by US Mail.

Should you have any questions please call.

Sincerely,

*R. Jay Marshall*  
R. Jay Marshall  
Project Manager

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JAN 06 2006

DIV. OF OIL, GAS & MINING

**PUBLIC NOTICE**  
**APPLICATION FOR PERMIT RENEWAL**  
**UTAHAMERICAN ENERGY, INC.**  
**BOX 986**  
**PRICE, UTAH 84501**  
**HORSE CANYON MINE**

Notice is hereby given that UtahAmerican Energy, Inc. Submitted an "Application for Permit Renewal" for Permit C/007/013 for the Horse Canyon Mine to the State of Utah, Department of Natural Resources Division of Oil, Gas and Mining.

The lands involving activities are located in Carbon and Emery counties. The site is located in Horse Canyon approximately 25 miles southeast of Price, Utah. The permit area encompasses approximately 1,116 acres as located on the area map below.

An application for an extension to the Horse Canyon Mine referred to as the Lila Canyon Extension is under review by the Division. The Lila Canyon Extension is also shown on the map below.



A copy of the permit renewal application may be examined at the office of the Division of Oil, Gas and Mining, 1594 West North Temple, Suite 12310, Salt Lake city, Utah 84114-5801 and also at the Recorders Office located in the Carbon county courthouse in Price, Utah, or the Emery County courthouse in Castle Dale, Utah. Written comments, objections, or requests for an informal conference may be submitted to the Salt Lake City address. Said comments must be submitted no latter than thirty (30) days from the date of the last publication of this notice. This notice is being published to comply with the surface Mining and Reclamation Act of 1977, and State and Federal regulations promulgated pursuant to said Act.

Published in the Sun Advocate January \_\_, \_\_, \_\_, and February \_\_, 2006.





**INCREASE RIDER**

To be attached to Bond Number \_\_\_\_\_, issued by LINCOLN  
GENERAL INSURANCE COMPANY (as Surety) for UtahAmerican Energy, Inc.

State of Utah, Division of Oil,  
Gas and Mining (Division) and the  
U. S. Department of Interior, Office of  
Surface Mining Reclamation & Enforcement (as Obligee) in the amount of One Million One Hundred Thirt

Seven Thousand Seven Hundred Twenty Six and 00/100 DOLLARS (\$1,137,726.00), effective  
the 15th day of September, 19 98.

In consideration of the premium charged for the attached bond, it is mutually  
understood and agreed by the Named Insured and the Surety that, the bond  
amount is hereby increased from the above to: One Million Two Hundred Fifty Three  
Thousand and 00/100----- DOLLARS (\$ 1,253,000.00-----).

All other items, limitations and conditions of said bond except as herein expressly  
modified shall remain unchanged.

This rider shall be effective as of the 24th day of January, ~~19~~ 2001

Principal: UtahAmerican Energy, Inc.

Address: Box 187, St. Clairsville, OH 43950

Signature: [Handwritten Signature]

LINCOLN GENERAL INSURANCE COMPANY  
3350 Whiteford Road  
York, Pennsylvania 17402

Attorney-In-Fact: [Handwritten Signature]  
Karen Williams

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DIV. OF OIL, GAS & MINING

## DECREASE RIDER

To be attached to Bond Number \_\_\_\_\_ issued by LINCOLN GENERAL INSURANCE COMPANY (as Surety) for Utah America Energy, Inc. (as Principal), in the amount of One Million Two Hundred Fifty Three Thousand and 00/100 \_\_\_\_\_ (\$ 1,253,000.—), effective the 24th day of January, 2001, (Increased by a rider), Effective date of original bond is 15<sup>th</sup> of September, 1998.

In consideration of the premium charged for the attached bond, it is mutually understood and agreed by the Principal and the Surety that, the bond amount is hereby decreased from the amount above to: One Million Sixty One Thousand Three Hundred Twenty Eight and 00/100 (\$1,061,328.—).

All other items, limitations and conditions of said bond except as herein expressly modified shall remain unchanged.

This rider shall be effective as of the 23rd day of July, 2002.

LINCOLN GENERAL INSURANCE COMPANY  
3350 Whiteford Road  
York, Pennsylvania 17402

Attorney-In-Fact: Pauline K. Messerly  
Pauline K. Messerly

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