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SALT LAKE CITY, UTAH
PHOENIX, ARIZONA
TUCSON, ARIZONA
IRVINE, CALIFORNIA
DENVER, COLORADO
LAS VEGAS, NEVADA

January 30, 2006

HAND DELIVERED

Pamela Grubaugh-Littig
Permit Supervisor
Utah Division of Oil, Gas & Mining
1594 West North Temple, Suite 1210
Salt Lake City, Utah 84114-5801

Denise A. Dragoo
1/30/06
#2421

RE: Lila Canyon Mine Extension, ACT/007/013

Dear Ms. Grubaugh-Littig:

Enclosed on behalf of UtahAmerican Energy, Inc. ("UEI"), is Jay Marshall's cover letter and revisions to the pending permit application which address issues raised in meetings held between UEI and the Division on January 12 and 20, 2006. Enclosed are C1, C2 forms, cover letter, three (3) copies of redline strikeout and five (5) copies of the revised text and maps. All revised pages, maps, redline, C1, C2 forms and the cover letter are also included in pdf format on the enclosed CD.

Please contact Jay Marshall or me if you have any questions.

Very truly yours,

Denise A. Dragoo

DAD:jmc:382197
Enclosures

cc: Mary Ann Wright (without enclosures)
Steve Alder, Esq. (without enclosures)

File in:
C:\0070013 Incoming
Refer to:
 Confidential
 Shelf
 Expandable
Date: 01/30/06 for additional information

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JAN 30 2006

DIV. OF OIL, GAS & MINING



UtahAmerican Energy, Inc.

January 31, 2006

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

*Meeting
2/007/0013*

Re: Submittal 06-004 as a result of the meeting between UEI and Division on January 12 and January 20, 2006.

Dear Ms. Grubaugh-Littig,

As per DOGM's request I am submitting the revisions as suggest in meetings held on January 12 and January 20, 2006. Please find attached C1, C2 forms, cover letter, three (3) copies of redline strikeout, and five (5) copies of the revised text and maps.

All revised pages, maps, redline, C1, C2 forms and the cover letter are included on the CD in PDF format. One copy of the CD is being submitted.

Should you have any questions please call.

Sincerely,

R. Jay Marshall
R. Jay Marshall
Project Manager

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JAN 30 2006

DIV. OF OIL, GAS & MINING

APPLICATION FOR PERMIT PROCESSING

<input type="checkbox"/> Permit Change	<input type="checkbox"/> New Permit	<input type="checkbox"/> Renewal	<input type="checkbox"/> Transfer	<input type="checkbox"/> Exploration	<input type="checkbox"/> Bond Release	Permit Number: ACT/007/013
Title of Proposal: 06-004 submittal reflecting discussions of January 12 th & 20 th						Mine: Horse Canyon Extension (Lila)
						Permittee: Utah American Energy, Inc.

Description, include reason for application and timing required to implement:

Instructions: If you answer yes to any of the first 8 questions (gray), submit the application to the Salt Lake Office. Otherwise, you may submit it to your reclamation

<input type="checkbox"/> Yes	<input type="checkbox"/> No	1. Change in the size of the Permit Area? _____ acres Disturbed Area? _____ acres <input type="checkbox"/> increase <input type="checkbox"/> decrease.
<input type="checkbox"/> Yes	<input type="checkbox"/> No	2. Is the application submitted as a result of a Division Order? DO # _____
<input type="checkbox"/> Yes	<input type="checkbox"/> No	3. Does application include operations outside a previously identified Cumulative Hydrologic Impact Area?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	4. Does application include operations in hydrologic basins other than as currently approved?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	5. Does application result from cancellation, reduction or increase of insurance or reclamation bond?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	6. Does the application require or include public notice/publication?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	7. Does the application require or include ownership, control, right-of-entry, or compliance information?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	9. Is the application submitted as a result of a Violation? NOV # _____
<input type="checkbox"/> Yes	<input type="checkbox"/> No	10. Is the application submitted as a result of other laws or regulations or policies? Explain: _____
<input type="checkbox"/> Yes	<input type="checkbox"/> No	11. Does the application affect the surface landowner or change the post mining land use?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2?)
<input type="checkbox"/> Yes	<input type="checkbox"/> No	13. Does the application require or include collection and reporting of any baseline information?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	14. Could the application have any effect on wildlife or vegetation outside the current disturbed area?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	15. Does application require or include soil removal, storage or placement?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	16. Does the application require or include vegetation monitoring, removal or revegetation activities?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	17. Does the application require or include construction, modification, or removal of surface facilities?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	18. Does the application require or include water monitoring, sediment or drainage control measures?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	19. Does the application require or include certified designs, maps, or calculations?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	20. Does the application require or include subsidence control or monitoring?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	21. Have reclamation costs for bonding been provided for?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	22. Does application involve a perennial stream, a stream buffer zone or discharges to a stream?
<input type="checkbox"/> Yes	<input type="checkbox"/> No	23. Does the application affect permits issued by other agencies or permits issued to other entities?

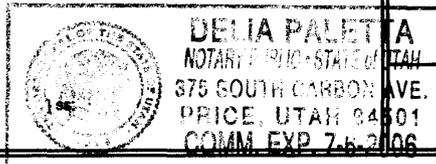
X Attach 3 complete copies of the application.

I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein.

R. Jay Markoe 01/26/06 *Permit*
 Signed - Name - Position - Date

Subscribed and sworn to before me this 26th day of January, 2006

Debra Paletta
 Notary Public
 My Commission Expires: UTAH 7-6-10 2006
 Attest: STATE OF _____ COUNTY OF 2425-70



Received by Oil, Gas & Mining

RECEIVED
JAN 30 2006

DIV. OF OIL, GAS & MINING

ASSIGNED TRACKING NUMBER

