



United States Department of the Interior

BUREAU OF LAND MANAGEMENT

Utah State Office  
P.O. Box 45155  
Salt Lake City, UT 84145-0155  
<http://www.blm.gov>



*4/007/013 Incoming  
cc: Dana, Jim  
PFO*

*OK*

IN REPLY REFER TO:

3483  
SL-066145  
SL-066490  
SL-069291  
U-014217  
U-014218  
U-0126947  
UTU-73516 (North Block LMU)  
(UT-923)

JUN 07 2010

RECEIVED

JUN 08 2010

DIV. OF OIL, GAS & MINING

CERTIFIED MAIL – Return Receipt Requested

NOTICE

UtahAmerican Energy, Inc  
P. O. Box 986  
Price, Utah 84501

: Coal Leases  
: SL-066145, SL-066490, SL-069291,  
: U-014217, U-014218 & U-0126947  
: (UTU-73516-North Block LMU)  
:

Corrected Notice

New Diligence Due Date Established

In our January 27, 2010 Notice, an error was made in the second paragraph of Notice which listed an incorrect effective date of the suspension. This Notice corrects that error.

In a notice dated July 17, 2009, BLM acknowledged that UtahAmerican Energy, Inc (UEI) took beneficial use of the federal leases in North Block Logical Mining Unit (LMU) UTU-73516 on July 16, 2009. In that notice BLM lifted the suspension that had been effective since September 4, 2001 and terminated it on July 1, 2009.

The North Block LMU (for the Federal Leases listed above) was approved on January 27, 1999. BLM established the diligence date (beginning) for the LMU as February 1, 1995 and the diligence due (end) date of February 1, 2005 pursuant to 43 CFR 3483.1 (a). On January 15, 2002, UEI requested a suspension of operations and production. On November 14, 2002, BLM granted the request for a suspension of operations and production which was effective September 4, 2001. With this suspension the remaining time left to meet the diligent development requirement was 3 years 4 months and 27 days.

This notice conveys the new diligence due date. Since BLM terminated the suspension effective July 1, 2009, the remaining time left to meet diligent development (3 years and 4 months and 27 days from July 1, 2009) is now **November 27, 2012**. Commercial quantities of coal (1% of the total recoverable reserves which have been determined as 272,270 tons) must be mined by this

date in order to meet diligence under 43 CFR 3483.1. Once diligence has been met the operator/lessee must continue to mine at least 1% of the reserves in order to maintain the continued operating requirement under 43 CFR 3483.2. The continued operation year will commence the month following the date when diligence (1% of the recoverable coal reserves) have been mined.

Pursuant to 43 CFR 3483.4 (a) advance royalty may be accepted in lieu of continued operations upon application to and approval by the authorized officer, once diligence has been met. Therefore, if you decide to apply for suspension of the continued operation requirement and payment of advance royalty in lieu thereof, the application shall be made no later than 30 days after the beginning of the continued operation year.

If you have any questions please contact Mr. Steve Rigby at 435-636-3604.

s/ Roger L. Bankert

Roger L. Bankert  
Chief, Branch of Minerals

cc: Price Coal Office (wo/encl.)

MMS, MRM, Solid Minerals, Attn: LeeAnn Martin, MS390B2, Box 25165,  
Denver, CO 80225-0165, (wo/encl.)

DOGM, Attn: Coal Program, Division of Oil, Gas and Mining, P.O. Box 145801, Salt Lake  
City, UT 84114-5801, (wo/encl.)