



State of Utah
DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

INSPECTION REPORT

Handwritten initials/signature

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Partial: XXX Complete: Exploration:
Inspection Date & Time: 7/27/2000 / 8:30a.m.-10:30a.m.
Date of Last Inspection: 6/19/2000

Mine Name: Centennial Project County: Carbon Permit Number: ACT/007/019
Permittee and/or Operator's Name: Andalex Resources, Inc.
Business Address: P.O. Box 902, Price, Utah 84501
Type of Mining Activity: Underground XXX Surface Prep. Plant Other
Company Official(s): Mike Glasson
State Officials(s): Peter Hess Federal Official(s): None
Weather Conditions: High Clouds, Hot
Existing Acreage: Permitted- 5179.49 Disturbed- 35.27 Regraded- Seeded- Bonded- 35.27
Increased/Decreased: Permitted- Disturbed- Regraded- Seeded- Bonded-
Status: Exploration/ XXX Active/ Inactive/ Temporary Cessation/ Bond Forfeiture
Reclamation (Phase I/Phase II/ Final Bond Release/ Liability Year)

REVIEW OF PERMIT, PERFORMANCE STANDARDS & PERMIT CONDITION REQUIREMENTS

Instructions

- 1. Substantiate the elements on this inspection by checking the appropriate performance standard.
a. For complete inspections provide narrative justification for any elements not fully inspected unless element is not appropriate to the site, in which case check N/A.
b. For partial inspections check only the elements evaluated.
2. Document any noncompliance situation by referencing the NOV issued at the appropriate performance standard listed below.
3. Reference any narratives written in conjunction with this inspection at the appropriate performance standard listed below.
4. Provide a brief status report for all pending enforcement actions, permit conditions, Division Orders, and amendments.

Table with 5 columns: EVALUATED, N/A, COMMENTS, NOV/ENF. Rows 1-21 listing various permit conditions and their evaluation status.

INSPECTION REPORT
(Continuation sheet)

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PERMIT NUMBER: ACT/007/019

DATE OF INSPECTION: 7/27/2000

(Comments are Numbered to Correspond with Topics Listed Above)

4A. HYDROLOGIC BALANCE: DIVERSIONS

The diversions which were inspected appeared to be capable of functioning as designed.

4B. HYDROLOGIC BALANCE: SEDIMENT PONDS AND IMPOUNDMENTS

Mr. Glasson indicated that the cleaning of sediment from pond "E" will be initiated in September of 2000. Same received its last P.E. inspection/certification from Mr. Dan Guy of Blackhawk Engineering on December 17, 1999. It was noted on that certification that pond "E" had sufficient sediment storage capacity remaining (0.18') to remain in compliance until the spring of 2000.

4D. HYDROLOGIC BALANCE: WATER MONITORING

During today's inspection, it was noted that the left hand fork of Deadman Canyon was flowing. This is due to output from the ground water monitoring spring designated as S18-1. Mr. Glasson samples this spring quarterly.

Note: This inspection report does not constitute an affidavit of compliance with the regulatory program of the Division of Oil, Gas, and Mining.

Copy of this Report:

Mailed to: Mike Glasson (Andalex)

Henry Austin (OSM)

Given to: Pam Grubaugh, Littig (DOGM)

Filed to: Price Field Office

Date: July 28, 2000

Inspector's Signature: _____

Peter Hess

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