



State of Utah

DEPARTMENT OF NATURAL RESOURCES
DIVISION OF OIL, GAS AND MINING

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July 3, 2002

TO: Internal File

THRU: Pamela Grubaugh-Littig, Permit Supervisor *pgl*

FROM: Peter H. Hess, Sr. Reclamation Specialist/Engineering *Pete Hess (pgl)*

RE: Centennial Project MRP Update, Andalex Resources, Inc., Centennial Project (Apex, Aberdeen and Pinnacle Mines), C/007/019

On July 2, 2002, a "side-by-side" evaluation of the permittee's mining and reclamation plan as compared to the Salt Lake Office copy of that same plan was performed. It was determined that, in general, both were in good condition (i.e., they contained the same information). There are some things that do need addressing, however, and Mike intends to follow up on them prior to submitting "new" plans within the next two weeks. Those items needing addressed include the following:

- 1) Correct page break implementation and correct pagination needs to be incorporated.
- 2) Page 1 of the SLO copy needs to be updated with the Mathis IBC extension. The permittee has committed to updating the legal description to incorporate all information relative to the new Mathis IBC lease.
- 3) Page 4, Figure 1-2 needs to be updated with the Mathis IBC information.
- 4) Page 10 containing legal and financial information needs to be updated.
- 5) Page 11 containing information relative to the Principal Shareholders (i.e., correct mailing addresses) needs to be updated.
- 6) Page 11 has the following text missing, "List of current and previous coal mining permits held by Andalex".....
- 7) Page 37, Mailing addresses for government agencies needs to be updated.
- 8) Page 65, a paragraph of text relative to "threatened and endangered species" is missing.

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- 9) Page 126A, Table III-1, Centennial Drill Holes needs to be added.
- 10) Page 413, the discussion relative to R645-301-812.600 (Bond forfeiture initiated by the Division) is missing.
- 11) Page 428, the discussion relative to re-evaluation of the bond amount, R645-301-830.410 is missing.

All items are relative to the SLO DOGM copy. Mike found several problems with his copy as well. Hopefully, all items from both will be corrected with their submittal of new pages. It needs to be noted that the content of all text from both copies was synchronous. When the SLO and the permittee's copies receive the new pages and are congruent, the PFO DOGM copy will be updated.