



**ANDALEX**  
**RESOURCES, INC.**

P.O. BOX 902  
PRICE, UTAH 84501  
PHONE (435) 637-5385  
FAX (435) 637-8860

*OK*  
*Incoming*  
*C/007/0019*  
*#2766*

Utah Division of Oil, Gas & Mining  
Coal Program  
1594 West North Temple, Suite 1210  
Box 145801  
Salt Lake City, Utah 84114-5801

March 16, 2007

Attn: Pamela Grubaugh-Littig/Wayne Hedberg  
Permit Supervisors

Re: Andalex Resources, Inc.  
Centennial Project, C/007/019  
Appendix X, GVH#10 thru #17

Dear Ms. Grubaugh-Littig and Mr. Hedberg:

Andalex Resources, Inc. hereby makes application to change the Mining and Reclamation Plan, Appendix X, to allow the installation of up to fifteen new gob gas vent holes for the next longwall panel (Panel #10). The application is for eight primary holes and seven alternate holes. Bonding is presently being obtained for the primary holes, which are the most likely to be drilled according to our current mine plan and budget. The alternate holes will be drilled only under emergency situations, such as if one of the primary holes should fail, or if dangerous levels of methane continue to build up underground even after the primary holes have been put into operation. In other words, they are contingency holes, which we wish to have permitted ahead of time just in case they are needed for safety reasons.

Please note that the submittal includes a complete "clean" copy of amended Appendix X, not just the current additions. However, a supplemental volume is also being provided so that the reviewers can easily see the changes from the previously approved version. All pending changes are shown in red in the reviewers volume, which can be compared to the clean copies of the entire Appendix X. We have attempted to make the review process as easy as possible, and hope to be able to commence drilling by mid-May to stay ahead of the longwall.

Your consideration of this request is very much appreciated. If you have questions, please contact me at (435) 888-4017.

Sincerely,

David Shaver  
Resident Agent

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File in: C/007/19, 2007, Incoming

Refer to:  
 Confidential  
 Expandable

Date 3/16/07 For additional information

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: <b>007/019</b>
Title of Proposal: <b>Change to Appendix X to add fifteen new gob gas vent hole sites</b>						Mine: <b>Centennial Project</b>
						Permittee: <b>Andalex Resources, Inc.</b>

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 specialist.

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

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. (R645-301-123)

Signed - Name: Terri L. Allred Position - Date: 3/14/07

Subscribed and sworn to before me this 14 day of March, 2007.

Notary Public: Terri L. Allred  
 My Commission Expires: 07-24, 2010  
 STATE OF UTAH  
 COUNTY OF CARBON

**TERRI L. ALLRED**  
 NOTARY PUBLIC • STATE of UTAH  
 1321 South 600 West  
 Price, UT 84501  
 MY COMMISSION EXPIRES: 07-24-2010

Received by Oil, Gas & Mining

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ASSIGNED TRACKING NUMBER

## Application for Permit Processing Detailed Schedule of Changes to the MRP

Title of Application: Change to Appendix X to add fifteen new gog gas vent hole sites

Permit Number: 007/019

Mine: Centennial Project

Permittee: Andalex Resources, Inc

Provide a detailed listing of all changes to the mining and reclamation plan which will be required as a result of this proposed permit application. Individually list all maps and drawings which are to be added, replaced, or removed from the plan. Include changes of the table of contents, section of the plan, pages, or other information as needed to specifically locate, identify and revise the existing mining and reclamation plan. Include page, section and drawing numbers as part of the description.

			DESCRIPTION OF MAP, TEXT, OR MATERIALS TO BE CHANGED
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Ch 1: pgs 1-1, 1-2, 1-3, 1-6
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Figure 1-1
<input type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Ch 2: pgs 2-iii, 2-1, 2-2, 2-3, 2-4, 2-5, 2-11
<input type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Attachment 2-2:
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Soils Report, GVH 10, Bruce Chessler
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Soils Report, GVH 11-17, Bruce Chessler
<input type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Ch 3: pgs 3-iii, 3-1, 3-2, 3-3, 3-4, 3-8
<input type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Attachment 3-5:
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Vegetation Report GVH 10-17, MT Neko Sci
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Vegetation Report GVH 10A-16A, MT Neko Sci
<input type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Ch 4: pgs 4-ii, 4-1, 4-2
<input type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Attachment 4-3:
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Cultural Resources Survey GVH 10, M Polk
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Cultural Resources Survey GVH 11-17, Senco
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Cultural Resources Survey GVH 10A-16A, Senco
<input type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Ch 5: pgs 5-iv, 5-1, 5-2, 5-4, 5-7, 5-8, 5-9
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Figs 5-13, 5-16
<input type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	
<input type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	

Any other specific or special instructions required for insertion of this proposal into the Mining and Reclamation Plan?

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