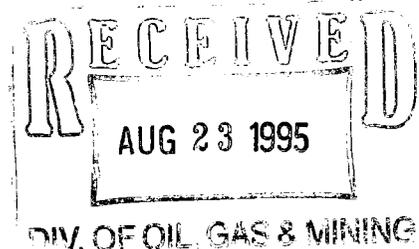


0010

Horizon Coal Corporation
P.O. Box 2560
Wise, VA 24273

August 22, 1995

Daron R. Haddock
Utah Department of Oil, Gas and Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180



Dear Mr. Haddock:

This letter is to address the UDOGM, "Initial Completeness Review" dated July 19, 1995.

PRO/007/020 #2

*Copy Daron
Fan*

R645-301-112&114 - The lease documents between Hidden Sendor Resrouces, Ltd and Horizon Coal, as described in Appendix 2-1 show a lease of fee lands and a sublease of federal coal (SL 063011). The federal lease has expired. Therefore, a copy of the federal lease will not be provided with this permit documentation. The property description provided in Appendix 2-1 for the fee land is correct, the lease is still in force. Horizon has applied to BLM for a Right-of-Way to mine across federal land and has applied to lease additional federal lands. The revised permit boundary is shown on Figure 1-2 included in this submittal.

R645-310-322,220 - The area designated as the location for the sediment pond has been examined by a consultant recommended and approved by the Corp of Engineers. He has determined that the area does qualify as a wetlands and the proper permitting is being pursued.

R645-301-411,140 - A current cultural and historic study was conducted and will be added to the permit document once the report is completed.

R645-310-529 - The plan has been revised to include information regarding the design and management of mine openings. See Sections 3.3.5.5 and 3.5.3.1.

R645-301-622 - Plates 6-6 and 6-7 have been replaced in the UDOGM permit copies. If they are still unclear please refer to Plate 3-4 which uses the same base map (showing the fault lines) as Plates 6-6 and 6-7. Faults are not shown on Plate 6-5.

R645-301-732 - Horizon stipulates that no mining of coal will be done in the Hiawatha Seam until hydrologic baseline data has been collected. Horizon has applied for an exploration permit to drill three wells which will be completed to collect hydrology data. Approval and commencement of drilling is expected in August of 1995. See Section 7.1.

Please advise us if this meets your requirements for completeness. It is our understanding that

Horizon Coal Corporation can begin public advertizing followed by a public comment period when the application is determined to be complete.

Vicky Bailey, EarthFax and I will be available to answer questions or provide information that will expedite your review process. I can be reached in Lakewood at (303) 989-4242.

Sincerely,



Bradley J. Bourquin
Project Manager

file:DOGM2.wpg
copy:
Richard Gilliam

