0003

007/020 #2

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

December 10, 1996

Darron Haddock
State of Utah, Department of Natural Resources
Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
Box 145801
Salt Lake City, Utah 84114-5801

Re: Horizon Coal Mine, ACT/007/020
Permit Stipulations

Dear Mr. Haddock:

Horizon Coal Corporation requests DOGM to grant an additional 60 days to complete the following stipulations specified in the Mine Permit; R646-301-742.300; R645-3-1-742; R645-301-353.

- Such additional time will have no adverse affects on the environment of the mine site. These engineering plans all deal with reclamation plans.

- Such additional time will enable Horizon Coal to incorporate new site data gathered through the construction of the mine yard. These reclamation plans will be enhanced by the additional data available to be incorporated. As DOGM has monitored, Horizon Coal Corporation has diligently built the structures, enviromental controls and mine yard to create the operations phase.

Sincerely,

Bradley J. Bourquin

Bradley J. Bourquin
Project Manager

copy: Mary Ann Wright, DOGM
Oliver Gushee, Pruitt, Gushee & Bachtell
Richard Gilliam, Horizon Coal Corporation

Sent by Facsimile followed by hard copy.