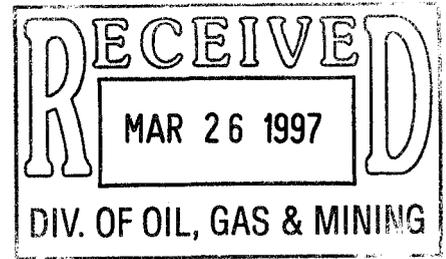


0069

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



March 26, 1997

Ms. Pam Grubaugh-Littig
Utah Division of Oil, Gas and Mining
1594 West North Temple
Suite 1210
Salt Lake City, Utah 84114

ACT/007/020 #6

Dear Pam,

Enclosed please find two copies of Horizon Coal Corporation's Annual Report for 1996. Should you require additional copies or have questions regarding the information within the report, please do not hesitate to call me at (801) 561-1555.

Thank you for your assistance with the format and requirements of this report.

Sincerely yours,

Vicky S. Bailey
Vicky S. Bailey
EarthFax Engineering, Inc.

Copy Letter Only to:

Brad Bourquin
Bill Malencik
Daron Haddock