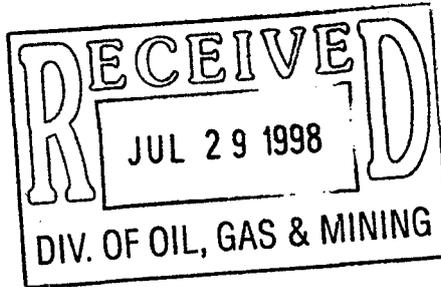


0021

Horizon Mining, LLC
P.O. Box 599
Helper, UT 84526



July 27, 1998

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

Subject: Submittal of 2nd Quarter Water Data for 1998
Permit No. ACT/007/020
Horizon Mining, LLC, Carbon County, Utah

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Enclosed please find a copy of the water data for the 2nd Quarter of 1998. Mountain States Analytical has been contacted concerning the format for lab data. Mark Bostrom of Mountain States agreed to comply with the UDOGM requested format on future lab data. }

Additional logging has occurred on Beaver Creek and in the drainages which contribute runoff to Beaver Creek. The specific sample sites effected by the logging activity for 1998 have been noted on their individual tables.

If you have any questions please call me at (801) 561-1555 or (435)472-0884. Thank you for your assistance.

Sincerely yours,

A handwritten signature in cursive script that reads "Vicky S. Miller".

Vicky S. Miller
Permit Coordinator