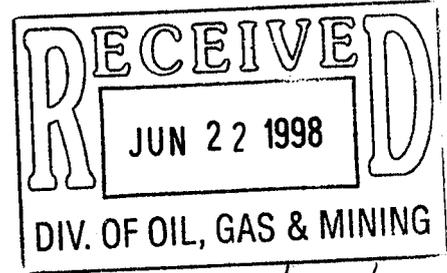


0025 .

June 17, 1998

TO: SHARON FALVEY  
UTAH DIVISION OF OIL, GAS AND MINING

FROM: VICKY BAILEY  
EARTHFAX ENGINEERING, INC.



*ACT/007/020 #7*

THE SAMPLING AT HORIZON'S POND 001 HAS BEEN LIMITED TO THE DAYS OF DISCHARGE FROM THE POND DISCHARGE POINT. THE ORIGINAL SAMPLES WERE TAKEN AT THE IN-MINE WATER SOURCES. THREE ADDITIONAL SAMPLES HAVE BEEN TAKEN AT THE POINT OF DISCHARGE AND ANALYZED. TWO SAMPLES WERE SUBMITTED TO MOUNTAIN STATES ANALYTICAL, ONE SAMPLE WAS TAKEN TO CT&E IN HUNTINGTON. THE SAMPLE TAKEN TO CT&E WAS TAKEN IN CONJUNCTION WITH A SAMPLE TAKEN BY BILL MALENCIK.

*Copy Sharon (all) (2-sides) Copy Bill M. Cover letter*

HORIZON HAS LOST ELECTRICITY TWICE IN THE LAST 45 DAYS. DURING THOSE DAYS THE PUMPS FROM THE MINE WERE OPERATED MINIMALLY BY GENERATORS, THUS THE LACK OF WATER BEING DISCHARGED.

THE TAKING OF SAMPLES WAS ATTEMPTED ON THE FOLLOWING DATES: JUNE 15, 1998, JUNE 6, 1998 (ND), MAY 26, 1998, MAY 13, 1998, MAY 3, 1998 (ND), APRIL 28, 1998 (ND), APRIL 19, 1998 (ND), APRIL 11, 1998.

ND = NO DISCHARGE

ENCLOSED IS THE LABORATORY DATA FROM THE APRIL 11, 1998 SAMPLE.  
*AND APRIL 22, 1998*

THIS INFORMATION HAS ALSO BEEN SUBMITTED TO STEVE MCNEIL WITH THE DIVISION OF WATER QUALITY. I HAVE ALSO REQUESTED LAB DATA FOR ANY SAMPLES TAKEN BY THE DIVISION OF WATER QUALITY AT THE DISCHARGE POINT DURING APRIL, MAY OR JUNE.

SHOULD YOU HAVE ANY QUESTIONS GIVE ME A CALL.  
I HAVEN'T RECEIVED THE DATA FOR THE OTHER SAMPLES YET.

*Sites need to be Explicit*