



State of Utah  
DEPARTMENT OF NATURAL RESOURCES  
DIVISION OF OIL, GAS AND MINING

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Michael O. Leavitt  
Governor

Lowell P. Braxton  
Division Director

July 28, 1998

Denise A. Dragoo  
Van Cott, Bagley, Cornwall & McCarthy  
50 South Main Street, Suite 1600  
Salt Lake City, Utah 84144-0450

Re: Acceptance of Replacement Bonds, Horizon Mining, LLC, Horizon Mine, ACT/007/020, White Oak Mining and Construction Co., White Oak Mine #1 and #2, Inc., Folder #4, Carbon County, Utah

*Denise*  
Dear Ms. Dragoo:

This letter is notification that the Division has accepted the replacement bonds for the above-noted mines (see attached).

Horizon Mine

Surety issued by Redland Insurance Co. (RED1043116) in the amount of \$209,000 has been replaced by surety issued by Frontier Insurance Company (#125427) in the amount of \$209,000.

White Oak Mine #1 and #2

Surety issued by National Union Fire Insurance Company (#13-60-93) in the amount of \$5,891,000 has been replaced by surety issued by Frontier Insurance Company (#125421) in the amount of \$3,398,000. The reduced amount was approved by letter dated June 19, 1995 from Division Director, James W. Carter.

Frontier Insurance Company is an acceptable surety on federal bonds, as verified in Circular 570, 1998 revision, Federal Register Notice published July 1, 1998, page 36093.

If you have any questions, please call Pamela Grubaugh-Littig at 801-538-5268.

Sincerely,

Lowell P. Braxton  
Acting Director

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Enclosure

cc: Tina Cloanougher, Van American  
Price Field Office

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