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CONFIRMATION
 FACSIMILE

SALT LAKE CITY, UTAH
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 TUCSON, ARIZONA
 IRVINE, CALIFORNIA

June 8, 1999

Via Facsimile & U.S. Mail

Ms. Pamela Grubaugh-Littig
 Utah Division of Oil, Gas & Mining
 1594 West North Temple, Suite 1210
 P.O. Box 5801
 Salt Lake City, Utah 84114-5801

**RE: Affidavit of Publication - ~~Horizon Mining, LLC,~~
 Permit No. ACT/007/020 #2**

Dear Ms. Grubaugh-Littig:

Enclosed is the original Affidavit of Publication of the legal notice concerning Horizon Mining, LLC's ("Horizon's") application for transfer of Permit No. ACT/007/020 from Horizon to Lodestar Energy, Inc., a Delaware corporation. This notice was published in the *Sun Advocate* on June 3, 1999, in accordance with Rule R645-303-322.

Please let me know if you need anything further.

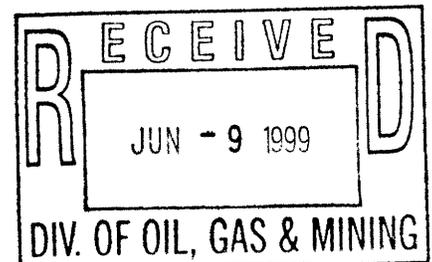
Very truly yours,



Denise A. Dragoo

DAD:jmc:92567
 Enclosure

cc: Michael Malmquist, Esq. (via facsimile and mail, with enclosure)
 Scott Kiscaden (via facsimile and mail, with enclosure)
 Larry Jones (via facsimile and mail, with enclosure)
 Mark Wayment (via facsimile and mail, with enclosure)
 Eberley Davis, Esq. (via facsimile and mail, with enclosure)



AFFIDAVIT OF PUBLICATION

STATE OF UTAH)

ss.

County of Carbon,)

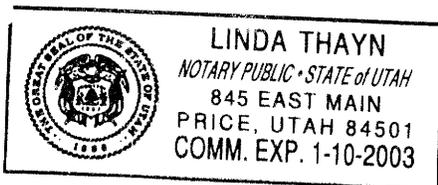
I, Kevin Ashby, on oath, say that I am the Publisher of the Sun Advocate, a twice-weekly newspaper of general circulation, published at Price, State and County aforesaid, and that a certain notice, a true copy of which is hereto attached, was published in the full issue of such newspaper for 1 (one) consecutive issues, and that the first publication was on the 3rd day of June, 1999 and that the last publication of such notice was in the issue of such newspaper dated the 3rd day of June, 1999.


Kevin Ashby - Publisher

Subscribed and sworn to before me this 3rd day of June 1999.


Notary Public My commission expires January 10, 2003 Residing at Price, Utah

Publication fee, \$62.10



NOTICE

Notice is hereby given that HORIZON MINING, LLC ("Horizon"), permittee of the Horizon Coal Mine, has submitted an application to the Division of Oil, Gas and Mining under the provisions of the Utah Coal Regulatory Program Rule 645-303-300 for transfer of Permit No. ACT/007/020 ("Permit"), to Lodestar Energy, Inc. ("Lodestar"), whose address is 333 West Vine Street, Suite 1700, Lexington, Kentucky 40507. Upon approval of the Permit transfer and consummation of a business transaction being negotiated between Horizon and Lodestar that would convey the Permit, the Permit and permit area would be owned or controlled by Lodestar, a Delaware corporation. The permit area is located in Carbon County, Utah, and is described as follows:

Township 13 South, Range 8 East, SLM, Utah

- Section 8: SE1/4 SW1/4, SW1/4 NW1/4 SW1/4 SE1/4, W1/2 SW1/4 SW1/4 SE1/4,
- Section 17: NW1/4 NE1/4, S1/2 NW1/4, N1/2 NW1/4 SW1/4, NE1/4 SW1/4, NW1/4 SE1/4, N1/2 SE1/4 SW1/4, N1/2 SW1/4 SE1/4, W1/2 W1/2 SW1/4 NE1/4

Pertinent comments are solicited from anyone affected by this proposal. Such comments should be filed within the next thirty (30) days with:

State of Utah, Department of Natural Resources
Division of Oil, Gas & Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

Published in the Sun Advocate June 3, 1999.