0002

**Hidden Splendor Resources**
**Mid State Services**
**Horizon Mine**
**3266 South 125 West, Price, Utah 84501**
**Phone: (435) 472-0431 – Fax: (435) 472-0439**

January 11, 2007

Ms. Pamela Grubaugh-Littig
Utah Coal Program
Utah Division of Oil, Gas and Mining
1594 West North Temple – Suite 1210
Box 145801
Salt Lake City, UT 84114-5801

Filing OK
C/007/0020

Dear Pam:

Hidden Splendor Resources respectfully submits the December 2006 – Discharge Monitoring Reports (DMRs) associated with the Horizon Mine UPDES Permit UTG040019.

If you have any questions, please feel free to call me at 435-472-0431.

Sincerely,

Kit Pappas
Engineering/Environmental

RECEIVED
JAN 16 2007
DIV. OF OIL, GAS & MINING

Form Approved.
OMB No. 2040-0004

**PERMITTEE NAME/ADDRESS** *(Include Facility Name/ Location if Different)*
**NAME** LODESTAR ENERGY, INC.- HORIZON
**ADDRESS** P O BOX 570
HELPER UT 84526

**FACILITY LOCATION** LODESTAR ENERGY, INC.- HORIZON
HELPER UT 84526
ATTN: DAVID MILLER

**NATIONAL POLLUTANT DISCHARGE ELIMINATION SYSTEM** *(NPDES)*
**DISCHARGE MONITORING REPORT** *(DMR)*

| UTG040019 | 001 A |
|---|---|
| PERMIT NUMBER | DISCHARGE NUMBER |

MINOR

F - FINAL
SEDIMENT POND OUTFALL

| MONITORING PERIOD | YEAR | MO | DAY | | YEAR | MO | DAY |
|---|---|---|---|---|---|---|---|
| FROM | 06 | 12 | 01 | TO | 06 | 12 | 31 |

*** NO DISCHARGE ☒ ***

**NOTE: Read instructions before completing this form.**

| PARAMETER | | QUANTITY OR LOADING AVERAGE | QUANTITY OR LOADING MAXIMUM | QUANTITY OR LOADING UNITS | QUALITY OR CONCENTRATION MINIMUM | QUALITY OR CONCENTRATION AVERAGE | QUALITY OR CONCENTRATION MAXIMUM | QUALITY OR CONCENTRATION UNITS | NO. EX | FREQUENCY OF ANALYSIS | SAMPLE TYPE |
|---|---|---|---|---|---|---|---|---|---|---|---|
| FLOW RATE | SAMPLE MEASUREMENT | No Discharge | | (07) | N/A | N/A | N/A | N/A | 0 | ONCE/ MONTH | N/A |
| 00056 1 0 0 EFFLUENT GROSS VALU | PERMIT REQUIREMENT | REPORT 30DA AVG | REPORT DAILY MX | CFD | | | | | | ONCE/ MONTH | MEASRD |
| PH | SAMPLE MEASUREMENT | | | | N/A | N/A | N/A | (12) | N/A | N/A | N/A |
| 00400 1 0 0 EFFLUENT GROSS VALU | PERMIT REQUIREMENT | | | | 6.5 MINIMUM | | 9.0 MAXIMUM | SU | | ONCE/ MONTH | GRAB |
| SOLIDS, TOTAL SUSPENDED | SAMPLE MEASUREMENT | | | | N/A | N/A | N/A | (19) | N/A | N/A | N/A |
| 00530 P 0 0 SEE COMMENTS BELOW | PERMIT REQUIREMENT | | | | 25 30DA AVG | 35 MX 7D AV | 70 DAILY MX | MG/L | | ONCE/ MONTH | GRAB |
| SOLIDS, SETTLEABLE | SAMPLE MEASUREMENT | | | | N/A | N/A | N/A | (25) | N/A | N/A | N/A |
| 00545 0 0 0 SEE COMMENTS BELOW | PERMIT REQUIREMENT | | | | | | 0.5 DAILY MX | ML/L | | ONCE/ MONTH | VISUAL |
| OIL & GREASE | SAMPLE MEASUREMENT | | | | N/A | N/A | N/A | (19) | N/A | N/A | N/A |
| 00556 1 0 0 EFFLUENT GROSS VALU | PERMIT REQUIREMENT | | | | | | 10 DAILY MX | MG/L | | ONCE/ MONTH | GRAB |
| IRON, TOTAL (AS FE) | SAMPLE MEASUREMENT | | | | N/A | N/A | N/A | (19) | N/A | N/A | N/A |
| 01045 1 0 0 EFFLUENT GROSS VALU | PERMIT REQUIREMENT | | | | | | 1.0 DAILY MX | MG/L | | ONCE/ MONTH | GRAB |
| FLOATING SOLIDS OR VISIBLE FOAM-VISUAL | SAMPLE MEASUREMENT | | | (90) | N/A | N/A | N/A | | N/A | N/A | N/A |
| 45813 1 0 0 EFFLUENT GROSS VALU | PERMIT REQUIREMENT | | 0 DAILY MX | YES=1 NO=0 | | | | | | ONCE/ MONTH | VISUAL |

**NAME/TITLE PRINCIPAL EXECUTIVE OFFICER**
KIT PAPPAS / ENV. COORD.
TYPED OR PRINTED

I certify under penalty of law that this document and all attachments were prepared under my direction or supervision in accordance with a system designed to assure that qualified personnel properly gather and evaluate the information submitted. Based on my inquiry of the person or persons who manage the system, or those persons directly responsible for gathering the information, the information submitted is, to the best of my knowledge and belief, true, accurate, and complete. I am aware that there are significant penalties for submitting false information, including the possibility of fine and imprisonment for knowing violations.

Kit Pappas
**SIGNATURE OF PRINCIPAL EXECUTIVE OFFICER OR AUTHORIZED AGENT**

| TELEPHONE AREA CODE | TELEPHONE NUMBER | DATE YEAR | DATE MO | DATE DAY |
|---|---|---|---|---|
| 435 | 472-0431 | 07 | 01 | 11 |

**COMMENTS AND EXPLANATION OF ANY VIOLATIONS** *(Reference all attachments here)*
SETTLEABLE SOLIDS SHALL BE LIMITED INSTEAD OF TSS DURING RUNOFF EVENTS CAUSED BY LESS THAN THE 10 YR/24 HR PRECIPITATION EVENT. ENTER N.A.WHEN NOT APPLICABLE. IF 30 DAY AV. TDS OF 500 MG/L CANNOT BE ACHEIVED AT EACH OUTFALL, THEN PERMITTEE IS LIMITED TO ONE TON (2000 LBS) PER DAY AS TDS FROM ALL OUTFALLS.
00147/ 05010 1 0 0

Form Approved.
OMB No. 2040-0004

**PERMITTEE NAME/ADDRESS** *(Include Facility Name/ Location if Different)*

**NAME** LODESTAR ENERGY, INC.- HORIZON

**ADDRESS** H L BOX 370
HELPER UT 84526

**FACILITY** LODESTAR ENERGY, INC.- HORIZON

**LOCATION** HELPER UT 84526
ATTN: DAVID MILLER

NATIONAL POLLUTANT DISCHARGE ELIMINATION SYSTEM *(NPDES)*
**DISCHARGE MONITORING REPORT** *(DMR)*

| PERMIT NUMBER | DISCHARGE NUMBER |
|---|---|
| UTG040019 | 001 A |

MINOR

F - FINAL
SEDIMENT POND OUTFALL

| MONITORING PERIOD | YEAR | MO | DAY | | YEAR | MO | DAY |
|---|---|---|---|---|---|---|---|
| FROM | 06 | 12 | 01 | TO | 06 | 12 | 31 |

*** NO DISCHARGE [X] ***

**NOTE: Read instructions before completing this form.**

| PARAMETER | | QUANTITY OR LOADING AVERAGE | QUANTITY OR LOADING MAXIMUM | QUANTITY OR LOADING UNITS | QUALITY OR CONCENTRATION MINIMUM | QUALITY OR CONCENTRATION AVERAGE | QUALITY OR CONCENTRATION MAXIMUM | QUALITY OR CONCENTRATION UNITS | NO. EX | FREQUENCY OF ANALYSIS | SAMPLE TYPE |
|---|---|---|---|---|---|---|---|---|---|---|---|
| SANITARY WASTE DISCHARGED-ASSESSMN 45614 1 0 0 EFFLUENT GROSS VALU | SAMPLE MEASUREMENT | | | ( 94) | N/A | N/A | N/A | | N/A | N/A | N/A |
| | PERMIT REQUIREMENT | | 0 DAILY MX | YES=1 NO=0 | | | | | | ONCE/ MONTH | VISUAL |
| SOLIDS, TOTAL DISSOLVED 70295 R 0 0 SEE COMMENTS BELOW | SAMPLE MEASUREMENT | | | | N/A | N/A | N/A | ( 19) | N/A | N/A | N/A |
| | PERMIT REQUIREMENT | | | | | REPORT 30DAY AVG | | MG/L | | ONCE/ MONTH | GRAB |
| | SAMPLE MEASUREMENT | | | | | | | | | | |
| | PERMIT REQUIREMENT | | | | | | | | | | |
| | SAMPLE MEASUREMENT | | | | | | | | | | |
| | PERMIT REQUIREMENT | | | | | | | | | | |
| | SAMPLE MEASUREMENT | | | | | | | | | | |
| | PERMIT REQUIREMENT | | | | | | | | | | |
| | SAMPLE MEASUREMENT | | | | | | | | | | |
| | PERMIT REQUIREMENT | | | | | | | | | | |
| | SAMPLE MEASUREMENT | | | | | | | | | | |
| | PERMIT REQUIREMENT | | | | | | | | | | |

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TYPED OR PRINTED

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|---|---|---|---|---|
| 435 | 472-0431 | 07 | 01 | 11 |

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EPA Form 3320-1 (Rev. 3/99) Previous editions may be used. This is a 4-part form. 00148/030610-1430 PAGE OF 2

Form Approved.
OMB No. 2040-0004

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**ADDRESS** H C BOX 370
HELPER UT 84526

**FACILITY** LODESTAR ENERGY, INC.- HORIZON

**LOCATION** HELPER UT 84526
ATTN: DAVID MILLER

NATIONAL POLLUTANT DISCHARGE ELIMINATION SYSTEM *(NPDES)*
**DISCHARGE MONITORING REPORT** *(DMR)*

| PERMIT NUMBER | DISCHARGE NUMBER |
|---|---|
| UTG040019 | 002 A |

MINOR
F - FINAL SRM
PIPE TO JEWKES CRK TO N F GORD
NO DISCHARGE [ ]

| MONITORING PERIOD | YEAR | MO | DAY | | YEAR | MO | DAY |
|---|---|---|---|---|---|---|---|
| FROM | 06 | 12 | 01 | TO | 06 | 12 | 01 |

**NOTE: Read instructions before completing this form.**

| PARAMETER | | QUANTITY OR LOADING AVERAGE | QUANTITY OR LOADING MAXIMUM | QUANTITY OR LOADING UNITS | QUALITY OR CONCENTRATION MINIMUM | QUALITY OR CONCENTRATION AVERAGE | QUALITY OR CONCENTRATION MAXIMUM | QUALITY OR CONCENTRATION UNITS | NO. EX | FREQUENCY OF ANALYSIS | SAMPLE TYPE |
|---|---|---|---|---|---|---|---|---|---|---|---|
| FLOW RATE | SAMPLE MEASUREMENT | 350 | 350 | (07) GPM | N/A | N/A | N/A | | N/A | ONCE/ MONTH | MEASRD |
| 00056 1 0 0 EFFLUENT GROSS VALU | PERMIT REQUIREMENT | REPORT 30DA AVG | REPORT DAILY MX | GPD | | | | | | ONCE/ MONTH | MEASRD |
| PH | SAMPLE MEASUREMENT | | | | 7.66 | 7.66 | 7.66 | (12) | 0 | ONCE/ MONTH | GRAB |
| 00400 1 0 0 EFFLUENT GROSS VALU | PERMIT REQUIREMENT | | | | 6.5 MINIMUM | | 9.0 MAXIMUM | SU | | ONCE/ MONTH | GRAB |
| SOLIDS, TOTAL SUSPENDED | SAMPLE MEASUREMENT | | | | <5 | <5 | <5 | (19) | 0 | ONCE/ MONTH | GRAB |
| 00530 P 0 0 SEE COMMENTS BELOW | PERMIT REQUIREMENT | | | | 25 30DA AVG | 35 MX 7D AV | 70 DAILY MX | MG/L | | ONCE/ MONTH | GRAB |
| SOLIDS, SETTLEABLE | SAMPLE MEASUREMENT | | | | N/A | N/A | N/A | (25) | N/A | N/A | N/A |
| 00545 0 0 0 SEE COMMENTS BELOW | PERMIT REQUIREMENT | | | | | | 0.5 DAILY MX | ML/L | | ONCE/ MONTH | GRAB |
| OIL & GREASE | SAMPLE MEASUREMENT | | | | <2 | <2 | <2 | (19) | 0 | ONCE/ MONTH | GRAB |
| 00556 1 0 0 EFFLUENT GROSS VALU | PERMIT REQUIREMENT | | | | | | 10 DAILY MX | MG/L | | ONCE/ MONTH | GRAB |
| IRON, TOTAL (AS FE) | SAMPLE MEASUREMENT | | | | 0.16 | 0.16 | 0.16 | (19) | 0 | ONCE/ MONTH | GRAB |
| 01045 1 0 0 EFFLUENT GROSS VALU | PERMIT REQUIREMENT | | | | | | 1.0 DAILY MX | MG/L | | ONCE/ MONTH | GRAB |
| FLOATING SOLIDS OR VISIBLE FOAM-VISUAL | SAMPLE MEASUREMENT | | 0 | (94) | N/A | N/A | N/A | | 0 | ONCE/ MONTH | VISUAL |
| 45613 1 0 0 EFFLUENT GROSS VALU | PERMIT REQUIREMENT | | 0 DAILY MX | YES=1 NO=0 | | | | | | ONCE/ MONTH | VISUAL |

**NAME/TITLE PRINCIPAL EXECUTIVE OFFICER**

KIT PAPPAS / ENV. COORD.
TYPED OR PRINTED

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Kit Pappas
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| TELEPHONE AREA CODE | TELEPHONE NUMBER | DATE YEAR | DATE MO | DATE DAY |
|---|---|---|---|---|
| 435 | 472-0431 | 07 | 01 | 11 |

**COMMENTS AND EXPLANATION OF ANY VIOLATIONS** *(Reference all attachments here)*

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Form Approved.
OMB No. 2040-0004

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HELPER UT 84526
ATTN: DAVID MILLER

**NATIONAL POLLUTANT DISCHARGE ELIMINATION SYSTEM** *(NPDES)*
**DISCHARGE MONITORING REPORT** *(DMR)*

| UTG080019 | 002 |
|---|---|
| PERMIT NUMBER | DISCHARGE NUMBER |

MINOR
F - FINAL SRM
PIPE TO JENKES CRK TO N F GORD
NO DISCHARGE [ ]

| MONITORING PERIOD | YEAR | MO | DAY | | YEAR | MO | DAY |
|---|---|---|---|---|---|---|---|
| FROM | 06 | 12 | 01 | TO | 08 | 12 | 31 |

**NOTE: Read Instructions before completing this form.**

| PARAMETER | | QUANTITY OR LOADING | | | QUALITY OR CONCENTRATION | | | | NO. EX | FREQUENCY OF ANALYSIS | SAMPLE TYPE |
|---|---|---|---|---|---|---|---|---|---|---|---|
| | | AVERAGE | MAXIMUM | UNITS | MINIMUM | AVERAGE | MAXIMUM | UNITS | | | |
| SANITARY WASTE DISCHARGED-ASSESSMN 45614 1 0 0 EFFLUENT GROSS VALU | SAMPLE MEASUREMENT | | 0 | ( 94) | N/A | N/A | N/A | | 0 | ONCE/ MONTH | VISUAL |
| | PERMIT REQUIREMENT | | 0 DAILY MX | YES=1 NO=0 | | | | | | ONCE/ MONTH | VISUAL |
| SOLIDS, TOTAL DISSOLVED 70295 K 0 0 SEE COMMENTS BELOW | SAMPLE MEASUREMENT | | | | 328 | 328 | 328 | ( 19) | 0 | ONCE/ MONTH | GRAB |
| | PERMIT REQUIREMENT | | | | | REPORT 30DA AVG | | MG/L | | ONCE/ MONTH | GRAB |
| | SAMPLE MEASUREMENT | | | | | | | | | | |
| | PERMIT REQUIREMENT | | | | | | | | | | |
| | SAMPLE MEASUREMENT | | | | | | | | | | |
| | PERMIT REQUIREMENT | | | | | | | | | | |
| | SAMPLE MEASUREMENT | | | | | | | | | | |
| | PERMIT REQUIREMENT | | | | | | | | | | |
| | SAMPLE MEASUREMENT | | | | | | | | | | |
| | PERMIT REQUIREMENT | | | | | | | | | | |
| | SAMPLE MEASUREMENT | | | | | | | | | | |
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Kit Pappas
SIGNATURE OF PRINCIPAL EXECUTIVE OFFICER OR AUTHORIZED AGENT

| TELEPHONE | | DATE | | |
|---|---|---|---|---|
| 435 | 472-0431 | 07 | 01 | 11 |
| AREA CODE | NUMBER | YEAR | MO | DAY |

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00265/[illegible]

SGS

January 5, 2007

HIDDEN SPLENDOR RESOURCES INC.
3266 South 125 West
Price UT. 84501
Kit Pappas

Sample identification by
HIDDEN SPLENDOR RESOURCES

ID:UPDES-002A

RECEIVED 1200
SAMPLED 0900
FIELD MEASUREMENTS
FLOW 350 TEMP 13
pH 7.66

NOTES:

Kind of sample reported to us: Water

Sample taken at: HORIZON MINE

Sample taken by: K.P.

Date sampled: December 27, 2006

Date received: December 27, 2006

Page 1 of 1

Analysis report no. 59-29645

| Parameter | Result | MRL | Units | Method | Analyzed Date/Time/Analyst | |
|---|---|---|---|---|---|---|
| Iron, Total | 0.16 | 0.050 | mg/l | EPA 200.7 | 01-05-2007 1117 | CA |
| Oil & Grease | <2 | 2 | mg/l | EPA 413.1 | 12-28-2006 0800 | CA |
| Solids, Total Dissolved | 328 | 30 | mg/l | EPA 160.1 | 01-02-2007 0900 | DI |
| Solids, Total Suspended | <5 | 5 | mg/l | EPA 160.2 | 01-02-2007 0900 | DI |

Respectfully submitted,
SGS NORTH AMERICA INC.
Huntington Laboratory