



# United States Department of the Interior

## BUREAU OF LAND MANAGEMENT

Utah State Office  
 P.O. Box 45155  
 Salt Lake City, UT 84145-0155  
<http://www.blm.gov>



IN REPLY REFER TO:  
 3482  
 UTU-74804  
 (UT-923)

APR 27 2009

Certified Mail--Return Receipt Requested 7008 0150 0001 1073 3435

Kit Pappas  
 Manager Engineering/Environmental Services  
 Hidden Splendor Resources, Inc.  
 3266 South 125 West  
 Price, Utah 84501

RECEIVED  
 APR 29 2009  
 DIV. OF OIL, GAS & MINING

Re: Approved – Minor Modification to the Resource Recovery and Protection Plan (R2P2),  
 A-West Mains, Horizon Mine

Dear Mr. Pappas:

The Bureau of Land Management (BLM) received on March 13, 2009, an R2P2 modification request from Hidden Splendor for the subject mine. The proposed modification revises the mine layout by adding a new section on Hidden Splendor's only Federal coal lease (UTU-74804). This mine was inspected by BLM on January 27, 2009 and March 10, 2009.

**Proposed Plan:** Hidden Splendor plans to develop a new mining section and add a second mining unit. The new section will be referred to as A-West Mains and is projected to drive south, off the 1<sup>st</sup> West Mains at approximately crosscut 30, for three crosscuts, then proceed in a northwesterly direction.

Reasoning behind this change was to counter the high water inflows in the K-North section and the Horizon Mine feels that this section will be considerably drier and more productive.

**Approval:** The BLM agrees with the proposed change. The water inflow into the K-North section has been an issue ever since the entries were started. We have noted on inspection visits for the last year and a half of the difficult conditions caused by the water in the mine and a dry section would be welcome.

A copy of the approved mine map is enclosed.

**Maximum Economic Recovery (MER):** Full extraction of recoverable coal reserves will enable MER of the Federal coal in lease UTU-74804 to be achieved.

**Recoverable Reserve Base:** The estimated recoverable coal base for Federal coal lease U-74804 is 5.6 million tons. There should be no significant impact on the reserve base, by this

modification, as these tons were included in the reserve estimates as retreat tons at the end of the mine life.

**National Environmental Policy Act (NEPA):** No new surface disturbance is predicted with this action, and therefore this action is Categorically Excluded (CX) from NEPA analysis under DM 516 chapter 11.5, paragraph F. (8): Approval of minor modifications to, or minor variances from, activities described in an approved underground or surface mine plan for leasable minerals. (e.g., change in mining sequence or timing.).

This R2P2 modification complies with the Mineral Leasing Act of 1920, as amended, the regulations at CFR 3480, and the lease terms and conditions. If you have any questions, please contact Steve Rigby at the Price Field Office at (435) 636-3604 or Stan Perkes of my staff at (801) 539-4036.

Sincerely,

/s/ J. D. McKenzie

Jeff McKenzie  
Acting Chief, Solid Minerals

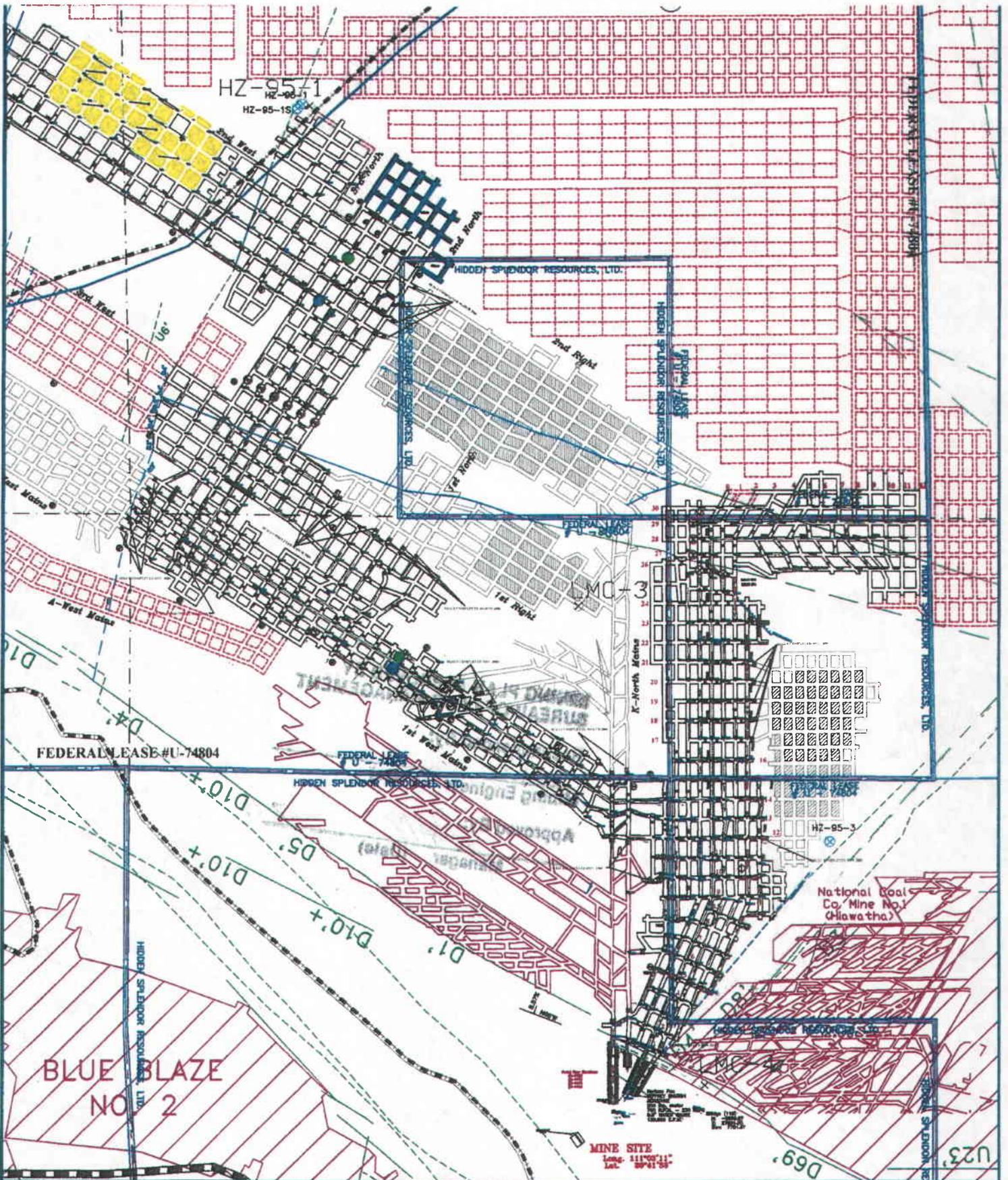
Enclosure:

Approved Mine Maps

cc: UT-070, Price Field Office (w/ Enclosure)

Utah Division of Oil Gas and Mining (w/ Enclosure)  
1594 West North Temple, Suite 1210  
Salt Lake City, Utah 84114-5801

Horizon R2P24-23-09JM-SA



**SYMBOLS**

**Outline And**

- Section 16
- Section 36
- Section 40
- Section 44
- Section 48
- Section 52
- Section 56
- Section 60
- Section 64
- Section 68
- Section 72
- Section 76
- Section 80
- Section 84
- Section 88
- Section 92
- Section 96
- Section 100

**Properties**

- Black Line
- Line Open Cross Cut
- Lead Extension
- Construction Pipe
- Blender Black
- Lead
- Vertical Vent
- Trigler Lead
- Water Lead
- Lead Pit
- Lead Pit (Open)

**Surrounding Map**

- Section 16
- Section 36
- Section 40
- Section 44
- Section 48
- Section 52
- Section 56
- Section 60
- Section 64
- Section 68
- Section 72
- Section 76
- Section 80
- Section 84
- Section 88
- Section 92
- Section 96
- Section 100

**Measurement Point Location**

- Grid 10
- Grid 20
- Grid 30
- Grid 40
- Grid 50
- Grid 60
- Grid 70
- Grid 80
- Grid 90
- Grid 100

Section	East (ft)	North (ft)	Area (sq ft)	Volume (cu ft)
1	120	100	12,000	1,200,000
2	120	100	12,000	1,200,000
3	120	100	12,000	1,200,000
4	120	100	12,000	1,200,000
5	120	100	12,000	1,200,000
6	120	100	12,000	1,200,000
7	120	100	12,000	1,200,000
8	120	100	12,000	1,200,000
9	120	100	12,000	1,200,000
10	120	100	12,000	1,200,000

**FURTHER MAPS SHOWN**

1. The under-report, hereby certified that this map is to the best of my knowledge and belief correct, and that I have the information required in 30 CFR 75.371 and 30 CFR 75.390.

2. The map shows the general nature of the property.

3. THE STATE OF MICHIGAN AND OR CALIFORNIA THESE ARE TO BE KEPT ON FILE IN THE AREA. THE STATE OF MICHIGAN AND OR CALIFORNIA THESE ARE TO BE KEPT ON FILE IN THE AREA.

**Hidden Splendor Resources**

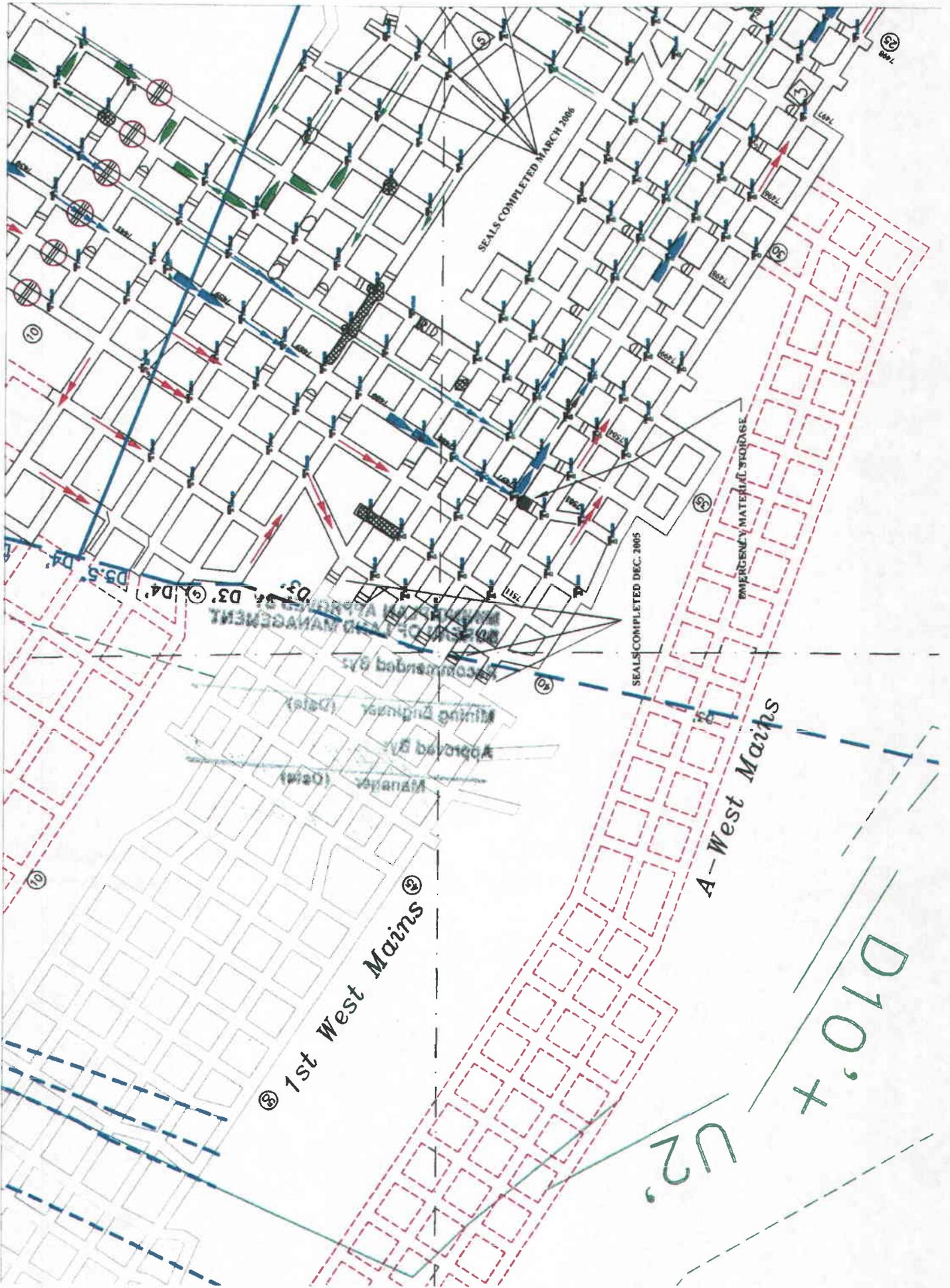
2220 South 1st Street, Flint, Mich 48901  
 Tel: 413-472-1212 Fax: 413-472-1214

**HORIZON MINE ELECTRICAL MAP**

MMA Idg 45-00774

Page 1 of 2 (Approval on back) of this sheet





BOARD OF LAND MANAGEMENT  
 APPROVED BY  
 Mining Engineer (Date)  
 Commanding Officer

1st West Mains  
 1st West Mains

SEALS COMPLETED DEC. 2005

SEALS COMPLETED MARCH 2006

EMERGENCY MATERIAL STORAGE

A-West Mains

D10'+  
 W2'

**MINING PLAN APPROVED BY  
BUREAU OF LAND MANAGEMENT**

Recommended By:

Steve Necker 4/27/09  
Mining Engineer (Date)

Approved By:

[Signature] 4/27/09  
Manager (Date)

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