



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

Michael O. Leavitt
Governor
Ted Stewart
Executive Director
James W. Carter
Division Director

355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203
801-538-5340
801-359-3940 (Fax)
801-538-5319 (TDD)

March 10, 1994

TO: Blazon #1 Mine File ACT/007/021

THRU: Mary Ann Wright, AML Program Administrator *M.A.W.*

FROM: Dave Donnelly, Senior Reclamation Specialist/Realty *D.D.*

RE: Blazon #1 Mine Land Ownership Status

On Tuesday, March 8, 1994, I researched the land ownership status of the Blazon #1 Mine at the Carbon County courthouse. My findings are as follows (also see the attached plat map and deeds):

Property Description

Access: NW4 NW4 of Section 4, Township 14 South, Range 7 East, SLBM. See attached plat map.

Reclamation Site: 42.5 acre tract within the S2 NW4 and the N2 SW4 of Section 4, Township 14 South, Range 7 East, SLBM. See attached plat map.

Access Surface Ownership

Access is through a tract of land owned by White Oak Mining and Construction Company. Property was acquired from Kanawha and Hocking Coal and Coke Company on September 16, 1993. The deed is recorded in the Carbon County Recorder's office in book 334 page 144. The address is:

White Oak Mining and Construction Company, Inc.
50 West Liberty Street, Suite 880
Reno, Nevada 89501
Local Phone No. 448-9413



Page 2
Blazon #1 Mine Land Ownership
March 10, 1994

Site Surface Ownership

See attached plat map for site location along with attached warranty deed for ownership verification. Surface ownership is as follows:

Jack Otani
Sei Otani
Steve Tanner (joint tenants)
Star Route, Clear Creek- Box 555
Helper, Utah 84526
Phone No. Steve Tanner (W) 448-9413
(H) 637-5986

Site Mineral Ownership

Mineral rights ownership is shown on the attached quit claim deed and is as follows:

Robert K. Pepper
975 West 600 South
Orem, Utah 84058
Phone No. (H) 225-1473

dd/jm

Attachments

cc: Lowell Braxton
Randy Harden
Louis Amodt

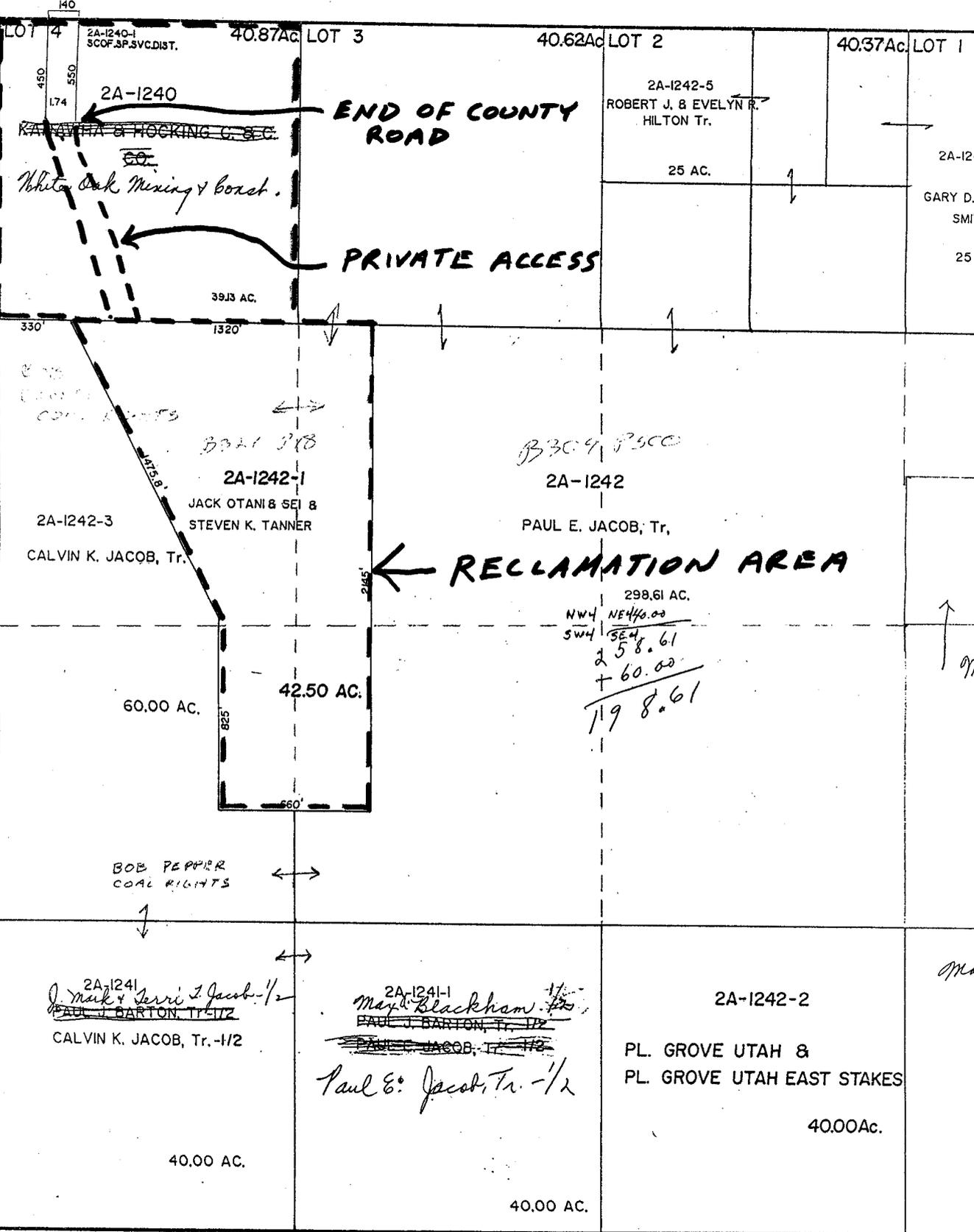
CARBON COUNTY PLATS

SECTION 4

TOWNSHIP 14

SOUTH,

RANGE 7 E



298.61 AC.
 NW 1/4 NE 40.00
 SW 1/4 SE 48.61
 + 60.00
 119 8.61

Paul E. Jacob, Tr. - 1/2

ms

Grantee
Star Route, Clear Creek-Box 555
Helper, Utah 84526

Entry No. 36602
Indexed
Abstracted
Recd. Fee 7.50

OCT 2 2 51 PM '92
BOOK 321 RECORDS
PAGE 18
APR 1992
COURT ORDER

WARRANTY DEED

Jack Otani, grantor
of Clear Creek, County of Carbon, State of Utah, hereby
CONVEY and WARRANT to

Jack Otani and Sei Otani, husband and wife, and Steven K. Tanner,
all as Joint Tenants and not as Tenants in Common

of Creek Creek, Utah, grantee
TEN DOLLARS and other good and valuable consideration for the sum of
the following described tract of land in Carbon County,
State of Utah:

The surface rights to the following:

Commencing at a point 1320 feet South and 330 feet East of the
Northwest corner of Section 4, Township 14 South, Range 7 East,
Salt Lake Meridian, thence East 1320 feet, thence South 2145 feet;
thence West 660 feet; thence North 825 feet, thence North 26°33'54"
West 1475.8 feet to the point of beginning.

Subject to current general taxes, reservations, restrictions and
easements existing or of record.

WITNESS, the hand of said grantor, this 2nd day of
October, A.D. 1992

Signed In the Presence of

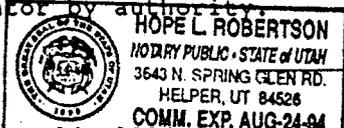
Jack Otani by Sei Otani
his attorney-in-fact
Jack Otani by Sei Otani, his
attorney-in-fact

STATE OF UTAH,
County of CARBON

ss.

On the 2nd day of October, A.D. 1992,
personally appeared before me
Sei Otani

the signer of the within instrument, who duly acknowledged to me that he executed the same and that she
is the attorney-in-fact of Jack Otani and that said instrument was signed
in behalf of said grantor by authority.



Hope L. Robertson
Notary Public

My commission expires August 24, 1994, Residing in Helper, Utah.

MINERALS

Entry No. 33317 STATE OF UTAH } 88
COUNTY OF CARBON }
FILED AND RECORDED FOR
Indexed S.E. Utah Title Co.
Abstracted
Rcdg. Fee 70.50 DEC 18 4 28 PM '91

QUIT CLAIM DEED

BOOK 312 OF RECORDS
PAGE 253-258

THIS QUIT CLAIM DEED is made as of this 27th day of September, 1991, between KAISER STEEL RESOURCES, INC., whose address for mailing is 8300 Utica Avenue, Suite 301, Rancho Cucamonga, CA 91730 ("Grantor"), and ROBERT K. PEPER, an individual, whose mailing address is 975 West 600 South, Orem, Utah 84058 ("Grantee").

For and in consideration of the sum of One Hundred Seventy Six Thousand Dollars (\$176,000.00) in hand paid to Grantor, and the assumption by Grantee of all past, present and future real and personal property taxes and environmental and reclamation obligations associated with the following described property, Grantor hereby grants, sells, assigns, sets over, transfers, quit claims and conveys to Grantee, his successors and assigns, without warranty, all of its right, title and interest in and to the real property described in Exhibit A-attached and incorporated into this deed.

Grantee, by its acceptance of this deed, acknowledges that this deed is intended only to convey mineral rights that may be owned by Grantor and that no surface rights are owned in such property by Grantor.

MISCELLANEOUS

Although this deed is made without warranty of any kind or nature, Grantor hereby specifically submits to the subrogation of Grantee to any claim of Grantor or Grantor's affiliates to any warranties that may have been given them by their predecessors in title, it being specifically understood that Grantee shall have no claim against Grantor or any of its affiliates by virtue of this deed.

IN WITNESS WHEREOF, Grantor has caused its corporate name and seal to be affixed by its duly authorized officers effective as of this 27th day of September, 1991.

KAISER STEEL RESOURCES, INC.

By: Daniel M. Larson
Title: President

STATE OF CALIFORNIA)
COUNTY OF San Bernardino) ss.

On this 25th day of September, 1991, personally appeared before me Daniel N. Larson, whose identity is personally known to or proved to me on the basis of satisfactory evidence, and who, being by me duly sworn, did say that he is the President of Kaiser Steel Resources, Inc., and that said document was signed by him on behalf of said Corporation by authority of its By-Laws, and said President acknowledged to me that said Corporation executed the same.

My commission expires: 3-1-94

Patricia M. Williams
Notary Public

SEAL

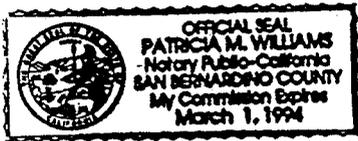


EXHIBIT A

1. MINERAL INTERESTS

TOWNSHIP 12 SOUTH, RANGE 7 EAST, SLB&M

<u>Section</u>	<u>Description</u>
19	W $\frac{1}{2}$ SW $\frac{1}{4}$; SE $\frac{1}{4}$ SW $\frac{1}{4}$
30	SW $\frac{1}{4}$; SE $\frac{1}{4}$ NW $\frac{1}{4}$; W $\frac{1}{2}$ SE $\frac{1}{4}$; SW $\frac{1}{4}$ NE $\frac{1}{4}$
31	W $\frac{1}{2}$; SE $\frac{1}{4}$ except the SE $\frac{1}{4}$ SE $\frac{1}{4}$; NW $\frac{1}{4}$ NE $\frac{1}{4}$

TOWNSHIP 14 SOUTH, RANGE 6 EAST, SLB&M

<u>Section</u>	<u>Description</u>
1	SW $\frac{1}{4}$
2	All
3	E $\frac{1}{2}$ SE $\frac{1}{4}$
10	SW $\frac{1}{4}$; SE $\frac{1}{4}$ NW $\frac{1}{4}$; SW $\frac{1}{4}$ NE $\frac{1}{4}$; E $\frac{1}{2}$ NE $\frac{1}{4}$; NE $\frac{1}{4}$ SE $\frac{1}{4}$
11	NW $\frac{1}{4}$; N $\frac{1}{2}$ SW $\frac{1}{4}$; SE $\frac{1}{4}$ SW $\frac{1}{4}$; W $\frac{1}{2}$ SE $\frac{1}{4}$; W $\frac{1}{2}$ NE $\frac{1}{4}$, Except 17.5 Acres
12	NW $\frac{1}{4}$
13	W $\frac{1}{2}$ SW $\frac{1}{4}$

TOWNSHIP 14 SOUTH, RANGE 6 EAST, SLB&M

<u>Section</u>	<u>Description</u>
14	NW $\frac{1}{4}$; W $\frac{1}{2}$ NE $\frac{1}{4}$; SE $\frac{1}{4}$ NE $\frac{1}{4}$; SE $\frac{1}{4}$; E $\frac{1}{2}$ SW $\frac{1}{4}$
15	NE $\frac{1}{4}$
23	E $\frac{1}{2}$ NE $\frac{1}{4}$

TOWNSHIP 14 SOUTH, RANGE 7 EAST, SLB&M

<u>Section</u>	<u>Description</u>
1224-1224-1 .3	NW 1/4
1224-1224-2 .4	All, Except NW 1/4 NW 1/4
1224-1224-3 .5	All Except S 1/2 NW 1/4; NE 1/4 SW 1/4
1224-1224-4 .6	N 1/2; SW 1/4
1224-1224-5 .7	Lots 1 and 2; NE 1/4 NW 1/4

TOWNSHIP 13 SOUTH, RANGE 7 EAST, SLB&M

<u>Section</u>	<u>Description</u>
1225-1225-1 .6	NW 1/4 NW 1/4 NE 1/4 S 1/2 NE 1/4 W 1/2 SW 1/4 SE 1/4 SW 1/4 SW 1/4 SE 1/4
1225-1225-2 .7	W 1/2 W 1/2 NE 1/4 NW 1/4 SE 1/4
1225-1225-3 .8	E 1/2 E 1/2
1225-1225-4 .9	W 1/2 SW 1/4
1225-1225-5 .16	W 1/2 W 1/2 E 1/2
1225-1225-6 .17	E 1/2 NE 1/4 NE 1/4 SE 1/4 S 1/2 SW 1/4
1225-1225-7 .18	W 1/2 S 1/2 SE 1/4
1225-1225-8 .19	W 1/2 W 1/2 NE 1/4 NW 1/4 W 1/2 NE 1/4 NE 1/4 NE 1/4 NW 1/4 SE 1/4
1225-1225-9 .20	E 1/2 N 1/2 NW 1/4

TOWNSHIP 13 SOUTH, RANGE 7 EAST, SLB&M

<u>Section</u>	<u>Description</u>
21	All
28	ALL
29	NE $\frac{1}{4}$ E $\frac{1}{2}$ SE $\frac{1}{4}$
30	W $\frac{1}{2}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$ SW $\frac{1}{4}$
31	E $\frac{1}{2}$ W $\frac{1}{2}$ NW $\frac{1}{4}$ SE $\frac{1}{4}$ NW $\frac{1}{4}$ S $\frac{1}{2}$ SW $\frac{1}{4}$
32	W $\frac{1}{2}$
33	E $\frac{1}{2}$ W $\frac{1}{2}$ E $\frac{1}{2}$
34	SW $\frac{1}{4}$

2. COAL INTERESTS

TOWNSHIP 12 SOUTH, RANGE 7 EAST, SLB&M

<u>Section</u>	<u>Description</u>
31	SW $\frac{1}{4}$ SW $\frac{1}{4}$

TOWNSHIP 14 SOUTH, RANGE 7 EAST, SLB&M

<u>Section</u>	<u>Description</u>
4	{ SE $\frac{1}{4}$ SE $\frac{1}{4}$; W $\frac{1}{2}$ E $\frac{1}{2}$; SW $\frac{1}{4}$; S $\frac{1}{2}$ NW $\frac{1}{4}$; NE $\frac{1}{4}$ NW $\frac{1}{4}$
5	E $\frac{1}{2}$; S $\frac{1}{2}$ SW $\frac{1}{4}$; NW $\frac{1}{4}$ SW $\frac{1}{4}$

TOWNSHIP 13 SOUTH, RANGE 7 EAST, SLB&M

<u>Section</u>	<u>Description</u>
6	NW $\frac{1}{4}$; S $\frac{1}{2}$ NE $\frac{1}{4}$; W $\frac{1}{2}$ SW $\frac{1}{4}$; SE $\frac{1}{4}$ SW $\frac{1}{4}$
7	NW $\frac{1}{4}$; N $\frac{1}{2}$ SW $\frac{1}{4}$; SW $\frac{1}{4}$ SW $\frac{1}{4}$; NW $\frac{1}{4}$ SE $\frac{1}{4}$

TOWNSHIP 13 SOUTH, RANGE 7 EAST, SLB&M

	<u>Section</u>	<u>Description</u>
711-173E	.17	SE $\frac{1}{4}$ NE $\frac{1}{4}$; NE $\frac{1}{4}$ SE $\frac{1}{4}$
711-174E	.19	SW $\frac{1}{4}$ NW $\frac{1}{4}$; NW $\frac{1}{4}$ SW $\frac{1}{4}$; SW $\frac{1}{4}$ NE $\frac{1}{4}$; NW $\frac{1}{4}$ SE $\frac{1}{4}$.
711-175E	.20	E $\frac{1}{2}$
711-176E	.29	NE $\frac{1}{4}$; E $\frac{1}{2}$ SE $\frac{1}{4}$
711-177E	.30	SE $\frac{1}{4}$ NW $\frac{1}{4}$; NE $\frac{1}{4}$ SW $\frac{1}{4}$
711-178E	.31	SE $\frac{1}{4}$ NW $\frac{1}{4}$; E $\frac{1}{2}$
711-179E	.32	W $\frac{1}{2}$
711-180E	.33	NW $\frac{1}{4}$ NE $\frac{1}{4}$; W $\frac{1}{2}$ SE $\frac{1}{4}$

The above described lands are located in the State of Utah,
Counties of Carbon and Emery.