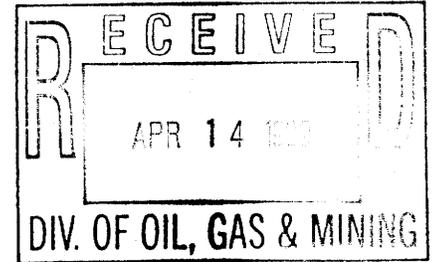


ANDALEX
RESOURCES, INC.

PO. BOX 902
PRICE, UTAH 84501
PHONE (435) 637-5385
FAX (435) 637-8860



April 1, 1999

Utah Division of Oil, Gas & Mining
1594 West North Temple
Salt Lake City, UT 84114-5801

Attn: Joseph C. Helfrich
Permit Supervisor

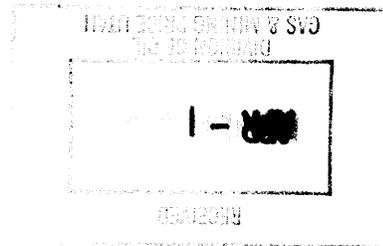
Re: ACT 007/033-9913, Wildcat Loadout

Dear Mr. Helfrich:

This letter is written in response to your March 22, 1999, letter pertaining to the above referenced action:

R645-301-114: All files have been acquired from the Bureau of Land Management in order to update Appendix B with respect to correct legal descriptions. This information will be sent as soon as possible after it has been correctly sorted. As you are aware, the Wildcat Right-of-Way has been modified on many different occasions due to requirements of UDOGM to include various roads, undisturbed drainages, new topsoil piles, etc. In the meantime, the legal description, as it appears in the recently published legal advertisement, is correct. It is ANDALEX's understanding that the area described as "SW $\frac{1}{4}$ SE $\frac{1}{4}$ SW $\frac{1}{4}$ NE $\frac{1}{4}$ of Section 33, T13S, R9E" is not part of Right-of-Way U-48027.

R645-301-521.132: Plate 16 shows the location of the Beaver Creek leased premises. Also, Plate 16 has been modified to eliminate Right-of-Way U-52065, which was absorbed by U-48027.



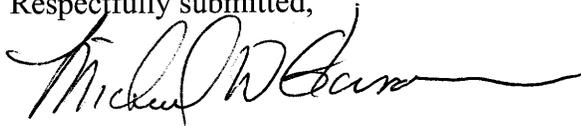
#2 Amendment
99B

Utah Division of Oil, Gas & Mining
Mr. Joseph C. Helfrich
April 1, 1999
Page Two

R645-301-120: Pagination of the amendment has been adjusted to match the current plan,
 specifically, at pages 9 to 12.

Please call or write with additional comments or requirements.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Michael W. Glasson", with a long horizontal flourish extending to the right.

Michael W. Glasson,
Senior Geologist

cc: Paul Baker
 Senior Reclamation Specialist

AFFIDAVIT OF PUBLICATION

STATE OF UTAH)

ss.

County of Carbon,)

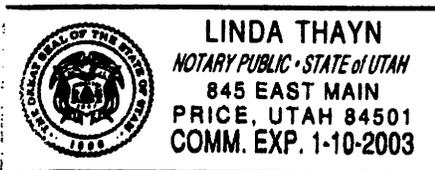
I, Kevin Ashby, on oath, say that I am the Publisher of the Sun Advocate, a twice-weekly newspaper of general circulation, published at Price, State and County aforesaid, and that a certain notice, a true copy of which is hereto attached, was published in the full issue of such newspaper for 4 (Four) consecutive issues, and that the first publication was on the 11th day of March, 1999 and that the last publication of such notice was in the issue of such newspaper dated the 30th day of March, 1999.

Kevin Ashby
Kevin Ashby - Publisher

Subscribed and sworn to before me this 30th day of March 1999.

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

Publication fee, \$ 496.80

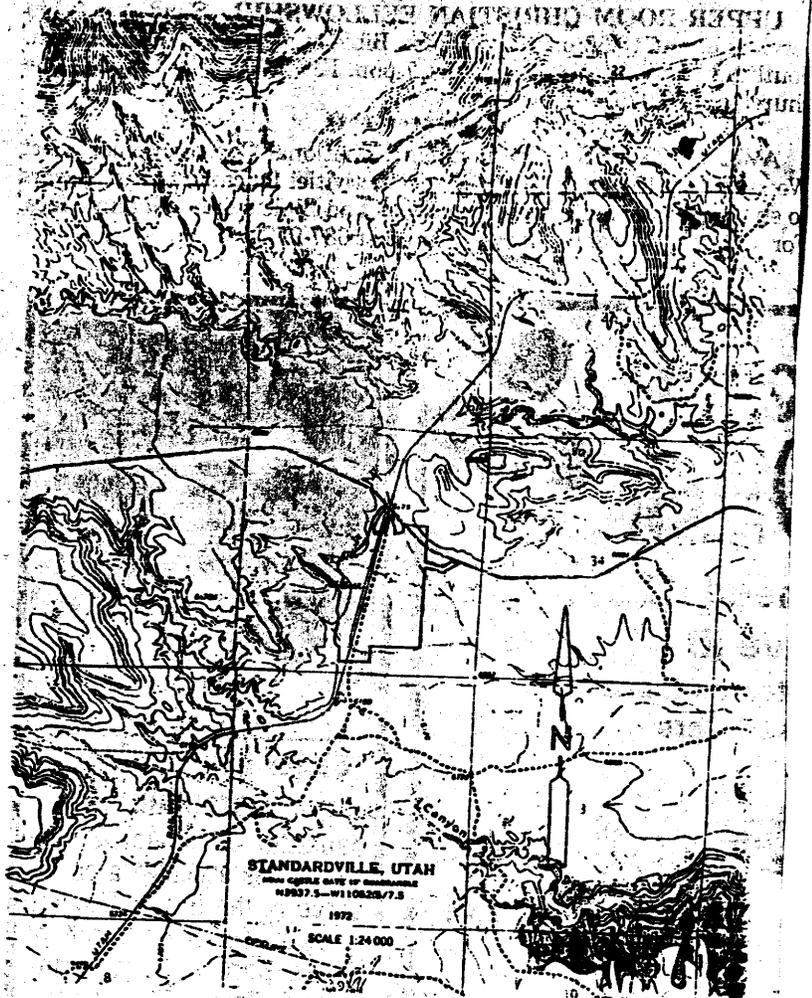


PUBLIC NOTICE

ANDALEX Resources, Inc., PO Box 902, Price, Utah 84501, has filed an application for a five-year permit renewal (ACT 007/033) for its Wildcat Loadout with the Utah Division of Oil, Gas & Mining. The permit area, as show on the map below, is located within BLM right-of-way U-48027 on the "Standardville" U.S. Geological Survey 7.5 minute quadrangle map as follows:

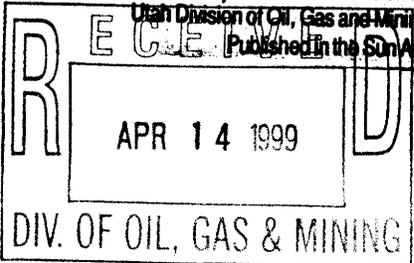
Township 13 South, Range 9 East, SLM, Section 33: E1/2SE1/4SW1/4NE1/4; NW1/4SE1/4; N1/2SW1/4SE1/4; NW1/4SW1/4SW1/4SE1/4; E1/2E1/2NE1/4SW1/4; E1/2NE1/4SE1/4SW1/4; NE1/4SE1/4SE1/4SW1/4; and portions of N1/2NW1/4NE1/4SE1/4; NE1/4SW1/4NE1/4; SW1/4SW1/4NE1/4; NW1/4SE1/4SW1/4NE1/4; W1/2NE1/4SW1/4; W1/2E1/2NE1/4SW1/4; W1/2E1/2SE1/4SW1/4;

In addition, there is a parcel of land 500 feet by 500 feet square whose SE corner is 990 feet east of the center of Section 33.



Copies of the application for this permit renewal are available for inspection at: Carbon County Recorder's Office, County Courthouse, 120 East Main, Price, Utah 84501, or Utah Division of Oil, Gas & Mining, 1594 West North Temple, Suite 1210, Salt Lake City, Utah 84180-1203.

Written comments on this renewal application should be addressed to the Director, Utah Division of Oil, Gas and Mining at the above address. Published in the Sun Advocate March 11, 18, 23 and 30, 1999.



APPLICATION FOR PERMIT PROCESSING

<input type="checkbox"/> Permit Change	<input type="checkbox"/> New Permit	<input checked="" type="checkbox"/> Renewal	<input type="checkbox"/> Transfer	<input type="checkbox"/> Exploration	<input type="checkbox"/> Bond Release	Permit Number: ACT/007/033
Title of Proposal: Wildcat Five-Year Permit Renewal						Mine: WILDCAT LOADOUT
						Permittee: ANDALEX RESOURCES

Description, include reason for application and timing required to implement: **This permit renewal is required as standard operating practice and is needed by May 5, 1999**

Instructions: If you answer yes to any of the first 8 questions (gray), submit the application to the Salt Lake Office. Otherwise, you may submit it to your reclamation specialist.

<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	1. Change in the size of the Permit Area? _____ acres Disturbed Area? _____ acres <input type="checkbox"/> increase <input type="checkbox"/> decrease.
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	2. Is the application submitted as a result of a Division Order? DO # _____
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	3. Does application include operations outside a previously identified Cumulative Hydrologic Impact Area?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	4. Does application include operations in hydrologic basins other than as currently approved?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	5. Does application result from cancellation, reduction or increase of insurance or reclamation bond?
<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	6. Does the application require or include public notice/publication?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	7. Does the application require or include ownership, control, right-of-entry, or compliance information?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	9. Is the application submitted as a result of a Violation? NOV # _____
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	10. Is the application submitted as a result of other laws or regulations or policies? Explain: _____
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	11. Does the application affect the surface landowner or change the post mining land use?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2?)
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	13. Does the application require or include collection and reporting of any baseline information?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	14. Could the application have any effect on wildlife or vegetation outside the current disturbed area?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	15. Does application require or include soil removal, storage or placement?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	16. Does the application require or include vegetation monitoring, removal or revegetation activities?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	17. Does the application require or include construction, modification, or removal of surface facilities?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	18. Does the application require or include water monitoring, sediment or drainage control measures?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	19. Does the application require or include certified designs, maps, or calculations?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	20. Does the application require or include subsidence control or monitoring?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	21. Have reclamation costs for bonding been provided for?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	22. Does application involve a perennial stream, a stream buffer zone or discharges to a stream?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	23. Does the application affect permits issued by other agencies or permits issued to other entities?

Attach 5 complete copies of the application.

I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein. (R645-301-123)

Michael Williams Sr. Geol. 4/1/99
Signed - Name - Position - Date

Subscribed and sworn to before me this 1ST day of APRIL, 1999.

Rada J. Rogers
Notary Public
OCTOBER 2, 2002
STATE OF CARBON
COUNTY OF UTAH



RADA J. ROGERS
NOTARY PUBLIC - STATE OF UTAH
2150 N. LUNDY LANE
P O BOX 128
CLEVELAND UT 84518
COMM. EXP. 10-2-2002

Received by Oil, Gas & Mining

R E C E I V E D

APR 14 1999

DIV. OF OIL, GAS & MINING

