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Canyon Fuel Company, LLC
Soldier / Dugout Canyon Mines
P.O. Box 1029
Wellington, Utah 84542
435/637-6360 Fax: 435/636-2897

MAR 7 2002

March 3, 2002

Coal Regulatory Program
Attn.: Daron Haddock
Utah Division of Oil, Gas and Mining
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114

Re: Fourth Quarter 2001 Water Monitoring Report
Dugout Canyon Mine, ACT/007/039 Original letter c/007/039
Soldier Canyon Mine, ACT/007/018 Copy c/007/018
Banning Loadout, ACT/007/034 Copy c/007/034 ✓

Dear Mr. Haddock:

I have enclosed the fourth quarter 2001 water monitoring results for the Soldier Canyon Mine, Dugout Canyon Mine and Banning Loadout. This information will also be down loaded into the Division's web site.

Please be aware, that our three-year baseline monitoring for surface water sites PC-1a, PC-2 and RC-1, as well as springs 200, 203, 227, 259, 260 and SC-116 has now been completed. Operational monitoring of the aforementioned sites will commence beginning first quarter 2002.

Should you have any questions or comments concerning this information, please contact myself (435-636-2872) or Chris Hansen (435-448-2669).

Sincerely,
SOLDIER / DUGOUT CANYON MINES

David G. Spillman

David G. Spillman, P.E.
Technical Services Manager

Enclosures

cc: Chris Hansen, Skyline
Vicky Miller, CFC
DOGM, Price Field Office
Central Files

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