

**2002 ANNUAL REPORT
TO THE
UTAH DIVISION OF OIL, GAS AND MINING**

**BANNING LOADOUT
C/007/034**

Canyon Fuel Company, LLC
P.O. Box 1029
Wellington, UT 84542

File in:

Confidential

Shelf

Expandable

Refer to Record No. 0002 Date 03/27/2003
In C/007/034, 2003, Banning

For additional information



Canyon Fuel Company,
 Soldier Canyon Mine
 P.O. Box 1029
 Wellington, Utah 84542
 (435) 637-6360 Fax: (435) 637-0108

COPY

0002

OK

March 27, 2003

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

Orig. C/007/018
Copy C/007/034 ✓
Copy C/007/039

RE: 2002 Annual Reports for Dugout Canyon Mine, C/007/039; Soldier Canyon Mine, C/007/018; and Banning Loadout, C/007/034

Dear Ms. Pamela Grubaugh-Littig,

Enclosed please find two copies of the Annual Reports for 2002 for the Dugout Canyon Mine, Soldier Canyon Mine, and Banning Loadout.

Should you have any questions concerning this submittal, either contact myself at (435) 636-2869 or Chris Hansen at (435) 448-2669.

Sincerely yours,

Vicky S. Miller

Vicky S. Miller

enclosures

cc: Chris Hansen (letter only)
 Dave Spillman (enclosures)
 Central Files (enclosures)

RECEIVED

MAR 27 2003

DIV. OF OIL, GAS & MINING

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 Date 032703 for additional information

To enter text, click in the box and type your response. If a box already contains an entry select the entry and type the replacement. You can use the **tab** key to move from one field to the next. To select a check box, click in the box or type an **x**.

GENERAL INFORMATION

Permitte Name	Canyon Fuel Company, LLC
Mine Name	Banning Loadout
Operator Name (If other than permittee)	
Permit Expiration Date	October 24, 2003
Permit Number	C/007/034
Authorized Representative Title	Rick Olsen, General Manager
Phone Number	(435) 637-6360
Fax Number	(435) 636-2897
E-mail Address	
Mailing Address	P.O. Box 1029, Wellington, Utah 84542
Resident Agent	C.T. Corporate Systems
Resident Agent Mailing Address	50 West Broadway, Salt Lake City, Utah 84104
Number of Binders Submitted	(1) One, Two Copies

IDENTIFICATION OF OTHER PERMITS

Identify other permits that are required in conjunction with mining and reclamation activities.

Permit Type	ID Number	Description	Expiration Date
MSHA Mine ID(s)	42-01756		N/A
MSHA Impoundment(s)	N/A		
NPDES/UPDES Permit(s)	UTG 040011	UPDES Discharge Permit	April 30, 2003
PSD Permit(s) (Air)	DAQE-334-94	Air Quality Permit	N/A
Other			
Storm Water Permit	UTR000572	Storm Water Discharge Permit	December 1, 2006

CERTIFIED REPORTS

List the certified inspection reports as required by the rules and under the approved plan that must be periodically submitted to the Division. Specify whether the information is included as Appendix A to this report or currently on file with the Division.

Certified Reports:	Required		Included or on file with DOGM		Comments
	Yes	No	Included	On File	
Excess Spoil Piles	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	N/A
Refuse Piles	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	N/A
Impoundments	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	
Other	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

REPORTING OF OTHER TECHNICAL DATA

List other technical data and information as required under the approved plan, which must be periodically submitted to the Division. Specify whether the information is included as Appendix B to this report or currently on file with the Division.

Technical Data:	Required		Included or on file with DOGM		Comments
	Yes	No	Included	On file	
Climatological	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Not Required
Subsidence Monitoring	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Not Required
Vegetation Monitoring	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Not Required
Raptor Survey	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Not Required
Soils Monitoring	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Not Required
Water Monitoring	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
First quarter	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Second quarter	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Third quarter	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Fourth quarter	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input checked="" type="checkbox"/>	
Geological / Geophysical	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Not Required
Engineering	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Not Required
Non Coal Waste / Abandoned Underground Equipment*	<input type="checkbox"/>	<input checked="" type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	Not Required
Other Data	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	
	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	<input type="checkbox"/>	

*Reminder: If equipment has been abandoned during 2002, an amendment must be submitted that includes a map showing its location, a description of what was abandoned, whether there was any hazardous or toxic materials and any revision to the PHC as necessary.

APPENDIX A

Certified Reports

Excess Spoil Piles
Refuse Piles
Impoundments

As required under R645-301-514

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CERTIFIED IMPOUNDMENT REPORT

IMPOUNDMENT INSPECTION AND CERTIFIED REPORT		Page 1 of 2
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Permit Number	ACT/007/034	Report Date	12/31/02
Mine Name	Banning Loadout		
Company Name	Canyon Fuel Company, LLC		
Impoundment Identification	Impoundment Name	Banning Loadout Sedimentation Pond	
	Impoundment Number	None	
	UPDES Permit Number	UTG040011	
	MSHA ID Number	Impoundment -None (Loadout - 42-01756)	

IMPOUNDMENT INSPECTION

Inspection Date	11/15/02		
Inspected By	David G. Spillman		
Reason for Inspection <small>(Annual, Quarterly or Other Periodic Inspection, Critical Installation, or Completion of Construction)</small>	Routine Quarterly Inspection & Annual Certification		

1. Describe any appearance of any instability, structural weakness, or any other hazardous condition.

There were no signs of instability, structural weakness or other hazardous conditions observed during this inspection.

<p>Required for an impoundment which functions as a SEDIMENTATION POND.</p>	<p>2. Sediment storage capacity, including elevation of 60% and 100% sediment storage volumes, and, estimated average elevation of existing sediment.</p> <p><i>Sediment Storage Capacity - 100% = 0.27 acre-feet @ an elevation of 5,487.8 feet</i> <i>- 60% = 0.16 acre-feet @ an elevation of 5,486.6 feet</i></p> <p><i>The existing sediment level was observed to be well below the established sediment cleanout marker.</i></p>
	<p>3. Principle and emergency spillway elevations.</p> <p><i>Principal Spillway Elevation - 5,494.2 feet</i> <i>Emergency Spillway Elevation - 5,495.1 feet</i></p>

4. Field Information. Provide current water elevation, whether pond is discharging, type and number-of samples taken, monitoring/instrumentation information, inlet/outlet conditions, or other related activities associated with the pond including but not limited to sediment cleanout, pond decanting, embankment erosion/repairs, monitoring information, vegetation on out slopes of embankments, etc.

At the time of the inspection the pond was dry.

To date, there has been no discharge from this pond.

5. Field Evaluation. Describe any changes in the geometry of the impounding structure, average and maximum depths and elevations of impounded water, estimated sediment or slurry volume and remaining storage capacity, estimated volume of water impounded, and any other aspect of the impounding structure affecting its stability or function which has occurred during the reporting period.

Qualification Statement

I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized under the direction of a Registered Professional Engineer to inspect the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meet or exceed the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability.

Signature: _____ Date: _____

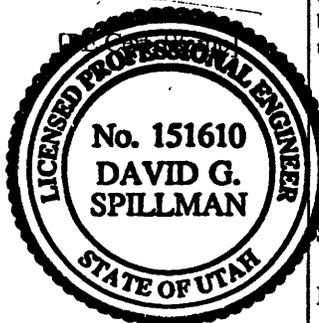
CERTIFIED REPORT

IMPOUNDMENT EVALUATION (if NO, explain under Comments)	YES	NO
1. Is impoundment designed and constructed in accordance with the approved plan?	X	
2. Is impoundment free of instability, structural weakness, or any other hazardous condition?	X	
3. Has the impoundment met all applicable performance standards and effluent limitations from the previous date of inspection?	X	

COMMENTS AND OTHER INFORMATION

Certification Statement:

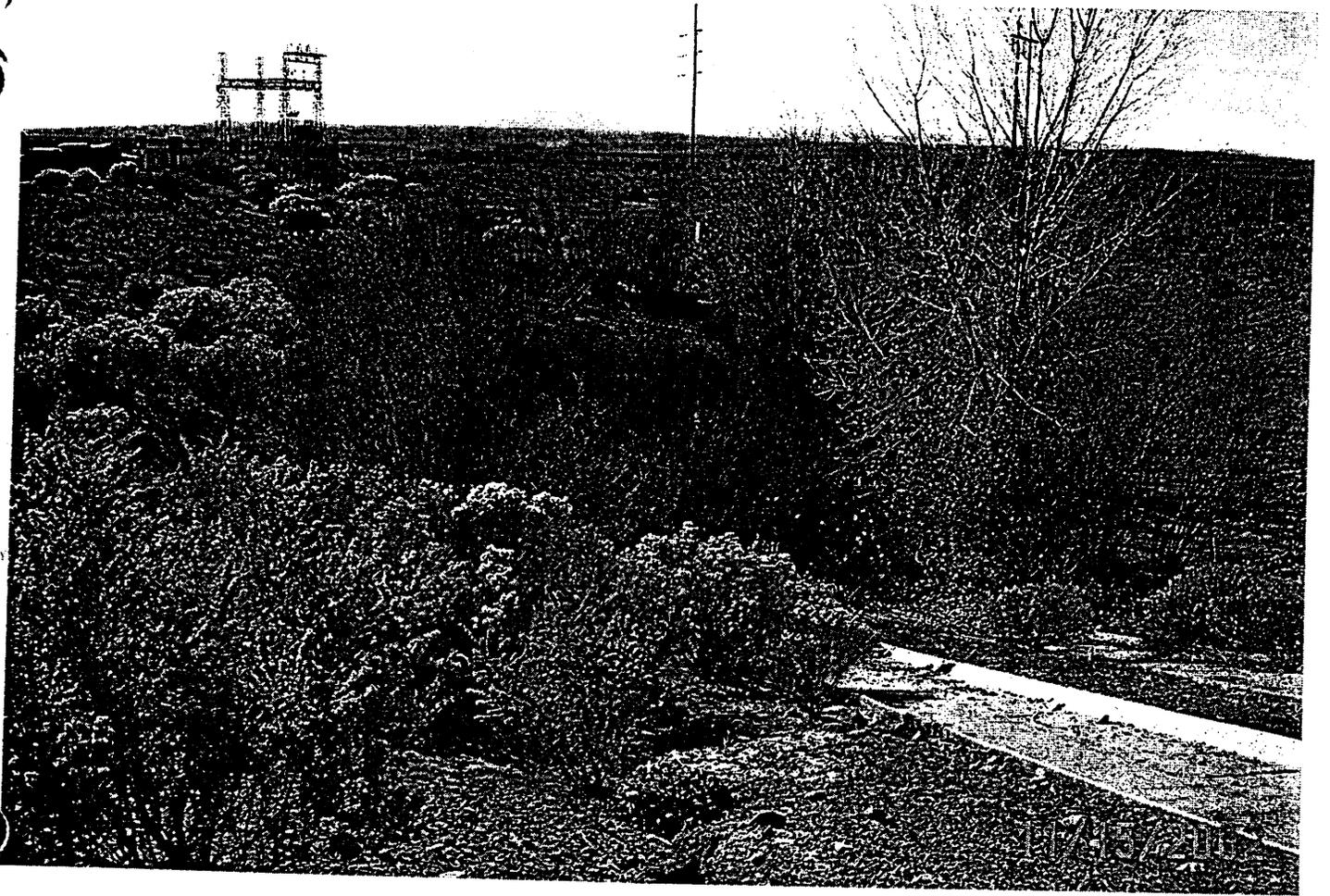
I hereby certify that; I am experienced in the construction of impoundments; I am qualified and authorized in the State of Utah to inspect and certify the condition and appearance of impoundments in accordance with the certified and approved designs for this structure; that the impoundment has been maintained in accordance with approved design and meet or exceed the minimum design requirements under all applicable federal, state and local regulations; and, that inspections and inspection reports are made by myself or under my direction and include any appearances of instability, structural weakness or other hazardous conditions of the structure affecting stability in accordance with the Utah R645 Coal Mining Rules.



by: David G. Spillman, Technical Services Manager
(Full Name and Title)

Signature: David G. Spillman Date: 12/31/02

P.E. Number & State: No. 151610, State of Utah





11/15/2002

APPENDIX B

Reporting of Technical Data

Including monitoring data, reports, maps, and other information
As required under the approved plan or as required by the Division

In accordance with the requirement of R645-310-130 and R645-301-140

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APPENDIX C

Legal Financial, Compliance and Related Information

Annual Report of Officers
As submitted to the Utah Department of Commerce

Other change in ownership and control information
As required under R645-301-110

CONTENTS

OFFICERS AND DIRECTORS

Officers and Directors

The following lists describe the officers and directors of Canyon Fuel Company, LLC, Arch Western Resources, LLC, Arch Coal, Inc., Itochu Corporation, and Itochu Coal International, Inc. The addresses for the officers, directors, representatives to the management board listed are the same as those of the respective business entities as listed above, for which the individuals are officers, directors or representatives.

ADDRESSES:

Canyon Fuel Company, LLC
6955 South Union Park Center, Suite 540
Midvale, UT 84047

Arch Western Resources, LLC
City Place One, Suite 300
St. Louis, MO 63141

Arch Coal, Inc.
City Place One, Suite 300
St. Louis, MO 63141

Delta Housing, Inc.
515 South Flower Street
Los Angeles, CA 90071

Atlantic Richfield Company
515 South Flower Street
Los Angeles, CA 90071

ITOCHU Coal International Inc.
555 17th Street, Suite 845
Denver, Colorado 80202

ITOCHU Corporation, 5-1
Kita-Aoyama 2-Chome
Minato-ku, Tokyo 107-77, Japan

Canyon Fuel Company, LLC
2002 Annual Report

CANYON FUEL COMPANY, LLC:

Directors:

Robert W. Shanks Chairman
Effective : 06/01/1998

Masayoshi Araya
Effective : 06/01/2001

Yuzo Hirono
Effective : 12/14/1999

Steven F. Leer
Effective : 06/01/1998

Kenneth G. Woodring
Effective : 12/01/2000

John W. Eaves Alternative Representative
Effective : 12/01/2000

Joe Y. Nakazawa Alternative Representative
Effective : 06/01/2001

Tsutomu Niwa Alternative Representative
Effective : 10/09/2001

Officers

Richard D. Pick President, Chief Executive Officer and General Manager
Effective : 06/01/1998

Robert J. Messey Chief Financial Officer
Effective : 10/09/2001

James E. Florczak Vice President, Finance
Effective : 05/25/1999

John W. Eaves Vice President, Marketing
Effective : 06/23/1998

Robert G. Jones Vice President, General Counsel and Assistant Secretary
Effective : 03/08/2000

Canyon Fuel Company, LLC
2002 Annual Report

Janet L. Hogan
Effective : 10/11/2000

Secretary

William H. Rose
Effective : 06/01/1998

Assistant Secretary

ARCH COAL, INC.:

2/03/03

Directors:

James R. Boyd
Effective : 07/01/1997

Chairman

Frank M. Burke
Effective : 09/07/2000

Robert G. Potter
Effective: 04/26/2001

Theodore D. Sands
Effective: 02/25/1999

Michael A. Perry
Effective: 09/28/1998

Douglas H. Hunt
Effective: 04/04/1995

Steven F. Leer
Effective: 07/1/1997

James L. Parker
Effective: 07/01/1997

Thomas A. Lockhart
Effective: 02/24/2003

Officers:

Steven F. Leer
Effective: 07/1/1997

President and Chief Executive Officer

Kenneth G. Woodring
Effective: 07/01/1997

Executive Vice President-Mining Operations

Canyon Fuel Company, LLC
2002 Annual Report

C. Henry Besten, Jr.
Effective: 07/01/1997

Vice President - Strategic Marketing

Larry R. Brown
Effective: 07/01/1997

Vice President & Chief Information Officer

John W. Eaves
Effective: 07/01/1997

Executive Vice President/COO

David B. Peugh
Effective: 07/01/1997

Vice President - Business Development

Robert W. Shanks
Effective: 07/01/1997

Vice President - Operations

William H. Rose
Effective: 04/22/1998

Vice President - Tax Planning

Robert J. Messey
Effective : 12/1/2000

Vice President, Chief Financial Officer

Robert G. Jones
Effective : 10/16/2000

Vice President, General Counsel and Secretary

James E. Florczak
Effective : 08/17/1998

Vice President, Finance, Treasurer

Deck S. Slone
Effective : 04/26/2001

Vice President

Bradley M. Allbritten
Effective : 03/1/2000

Vice President, Marketing

Janet L. Hogan
Effective : 10/16/2000

Assistant Secretary

John W. Lorson
Effective : 04/9/1999

Controller

Charles David Steele
Effective : 06/22/1998

Internal Auditor

Shiela Feldman
Effective : 02/03/2003

Vice President, Human Resources

Canyon Fuel Company, LLC
2002 Annual Report

Yuzo Hirono
Effective: 12/31/1999

Alternates:

Tsutomu Niwa
Effective : 6/01/2001

Yutaka Nakazawa
Effective : 12/20/1996

ITOCHU CORPORATION

9/1/02

<u>Name</u>	<u>Title</u>	<u>Date of Appointment</u>
Minoru Murofushi	Chairman	April 1998
Masahisa Naitoh	Vice Chairman	April 2000
Uichiro Niwa	President, CEO	April 1998
Hiroshi Sumie	Executive Vice President	April 2000
Makoto Kato	Executive Vice President	April 2001
Yushin Okazaki	Executive Vice President	April 2001
Sumitaka Fujita	Executive Vice President	April 2001
Mitsuaki Fukuda	Sr. Managing Director	April 2000
Akira Yokota	Sr. Managing Director	April 2001
Kouhei Watanabe	Managing Director	April 2002
Hiroshi Ueda	Managing Director	April 2002
Motonori Toyota	Managing Director	June 2001

ITOCHU COAL INTERNATIONAL INC.

Masayoshi Araya
Effective : Dec. 1999

Chairman of the Board

Yuzo Hirono
Effective: : Dec. 1999

President and Chief Executive Officer

Tsutomu Niwa
Effective : June 1996

Chief Financial Officer

Dietz Fry
Effective : March 1997

Vice President, Finance and Administration

Canyon Fuel Company, LLC
2002 Annual Report

Yutaka Nakazawa
Effective : Dec. 1996

Vice President Commercial and Secretary

Hiroshi Akiba
Effective : Feb. 2000

Assistant Secretary

APPENDIX D

Mine Maps

As required under R645-302-525-270

CONTENTS

APPENDIX E

Other Information

In accordance with the requirements of R645-301 and R645-302

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