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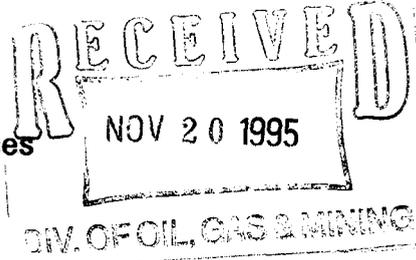


Cyprus Plateau Mining Corporation
Post Office Drawer PMC
Price, Utah 84501
(801) 637-2875

cc: JWC
LPB
orig file
11/21/95
BJ

November 16, 1995

Mr. James Carter, Director
Utah Department of Natural Resources
Division of Oil Gas and Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203



PRO/007/038
#2

Dear Mr. Carter,

RE: CYPBUS WILLOW CREEK PARTNERING MEETING

We thank you and your staff for taking the time to attend the partnering session on November 13, I know how hard it is to devote a whole day to such an event.

I hope the session was worthwhile for you. I felt that it was a good session with some needed communication taking place between yourself, your staff and our people. It was good also for our management and the contractors to hear your side of the equation for a change.

The issues that I believe came out of the session for you to work on are as follows:

1. The Division should discuss internally how it will view permit changes during initial construction since field (on-the-fly) changes are inevitable. Shutting down construction to wait for permit changes is an unacceptable alternative.

We recognize that major changes affecting new disturbed areas of any magnitude would require a significant amendment. We would only ask that minor changes to drainages, ditch rerouting, and insignificant changes be allowed with amendments being followed up as soon as practicable. The changes currently being pursued by CEntry will reduce the disturbed area as included in the original permit application, and will make the runoff controls more workable.

2. The Division was asked to reevaluate the permitting schedule to see if approval could be given to allow the Willow Creek stream alteration work to be completed during low flow in February/March. Construction during high flow (late-March

through July possibly) is not usually allowed by the Corps of Engineers or the Utah State Engineer.

As an alternative to the above, would it be possible to include the stream alteration as an amendment to the Castle Gate permit?

Of course we recognize that all other appropriate agency approvals would need to be obtained for either alternative stated above.

Included with this letter is a copy of the Partnering Project Charter and the attendance list. The Division is, of course, not bound in any way by this Charter but, it is a good reminder of the session.

Respectfully,



Ben Grimes
Sr. Staff Project Engineer

CC: Lowell Braxton
Daron Haddock
John Borla

Enclosures

File: WCENV 2.5.2
Chron: BG951105

WILLOW CREEK MINE

*** PROJECT CHARTER ***

MISSION:

As partners in the Willow Creek Mine project, we commit to utilize the concepts of partnering in a manner that adds value to all partners to safely produce a quality project, on time, within budget, at a fair profit and in compliance with all environmental regulations. We agree to develop and maintain a spirit of cooperation, open communication and mutual respect in achieving the following objectives:

OBJECTIVES:

QUALITY: Complete an aesthetically pleasing, functional project that meets or exceeds owner requirements in as few iterations as possible through mutual agreement of quality standards for the total project and maintaining the integrity of equipment, manpower, materials and workmanship.

SCHEDULE: Complete the project on or ahead of schedule so that mining can begin two months after permit approval and preparational plant is operational by the start of mining through mutual agreement on a realistic schedule and start date, closely evaluating potential cost, quality and safety issues when accelerating the schedule and good coordination of construction activities.

SAFETY: Make safety a top priority on and off the site resulting in no public, lost-time site related or travel related accidents, and no equipment or property damage.

PUBLIC RELATIONS: Be aware of the owner's need to maintain good public relations by initiating all required public notices, consideration of public comments, maintaining a clean jobsite, utilizing local personnel when possible and no imminent harm citations or project impact outside the permit area.

BUDGET/PROFIT/VALUE ENGINEERING: Make fiscal responsibility a total team commitment by maintaining the budget, returning a fair profit and committing to pursue all value engineering and time saving opportunities throughout the project.

ENVIRONMENTAL/REGULATORY: Seek the timely review and approval of MRP requirements and all other applicable regulations that might result in project delays, damage awards or violations by close partner communication, coordination and sharing of information.

COMMUNICATION: Maintain close communication, utilize proper channels and conduct regular site and partnering meetings.

ISSUE RESOLUTION: Resolve all differences in a timely respectful manner and in accordance with designated procedures.

TEAMWORK: Pursue mutual gain objectives in a spirit of cooperation, compromise, mutual respect and open communication.

CONTINUOUS IMPROVEMENT: Make continuous improvement a key project initiative by regular partnering evaluations and a commitment to continuously seek ways to increase the value of all project partners, reduce costs, improve margins and reduce the schedule.

Larry Lake
Harley E. Long
[Signature]
L.P. Bradford
Blaine Bruce
Dan D. Haddock

Kurt D. Sube
Kurt Jarbo
John Barky
Wendell Stockart
Jessie E. Rungger

Arnell G. Gurnam
Arnell Gurnam
[Signature]
[Signature]
Robert A. Chovan
[Signature]

WILLOW CREEK MINE, PRICE, UTAH
 *** PARTNERING WORKSHOP ROSTER ***

	NAME	PHONE #	ORGANIZATION
1.	LARRY RAKE	487-4511	WASATCH ELECTRIC
2.	DICK BERTOCH	" "	" "
3.	Daron Haddock	538-5340	Utah DOGM
4.	Lowell Braxton	" "	" "
5.	PAMELA GRUBAUGH-LITTEG	" "	" "
6.	RON SKOW	254-2001	CENTENNIAL DEV. CO.
7.	BLAINE BOVEE	—	—
8.	Randy Harmsen	569-0504	CENTRY
9.	LOUIS RUGGER	584-1355	CENTRY
10.	KEITH SIEBER	637-2875	CYPRUS
11.	John Berla	636-2229	Cyprus
12.	Bob Chiocea	412-946-4177	CONSULTANT
13.	BEN GRIMES	626-2227	CYPRUS
14.	Jim Carter	538-5340	DOGM
15.	Kurt Jardine	569-0504	CENTRY
16.	HARLEY TOONE	687-2494	NIELSON CONSTR. C.
17.	Arva Harms	637-8880	CENTRY
18.	WENDELL STODDART	569-0504	CENTRY
19.	Larry Miller (Facilitator)	(602) 996-6054	PTP
20.			
21.			
22.			
23.			
24.			
25.			