



IN REPLY REFER TO:

United States Department of the Interior

OFFICE OF SURFACE MINING

Reclamation and Enforcement

1999 Broadway, Suite 3320

Denver, Colorado 80202-5733

cc: letter
Pam
Daron
Pete

UT-0041

August 7, 2000

Mr. Richard Pick, President
Canyon Fuel Company, LLC
6955 S. Union Park Cntr
Suite 550, Midvale, UT 84047

Increasing
ACT/007/039

Dear Mr. Pick:

On August 2, 2000, the Department of the Interior approved a new mining plan at Canyon Fuel Company, LLC's Dugout Canyon Mine on Federal lease U-07064-027821. This mining plan action relates to Federal lands associated with Utah Division of Oil, Gas and Mining, Canyon Fuel Company, LLC Dugout Canyon Mine, permit no. ACT/007/039-SR99D, for your mine and approved on March 31, 2000.

I have enclosed a copy of the mining plan approval document and associated map for this new mining plan. Please read the terms and conditions of the mining plan approval document carefully. Mining and reclamation operations must be conducted in accordance with both the Utah state permit and the approved mining plan.

The August 2, 2000, approval allows you to mine 29.3 million tons of Federal coal from 2,416 acres of Federal lease U-07064-027821.

If you have any questions, please contact me at (303) 844-1400 ext. 1465.

Sincerely,

Joseph O. Wilcox
Federal Lands State Coordinator

Attachment

cc: BLM Price Field Office
Utah Division of Oil, Gas and Mining
OSM - Denver Field Office

RECEIVED

AUG 19 2000

DIVISION OF
OIL, GAS AND MINING