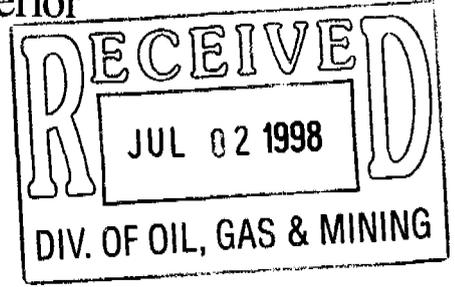


0008



United States Department of the Interior

BUREAU OF LAND MANAGEMENT
Utah State Office
P.O. Box 45155
Salt Lake City, UT 84145-0155



Pam G. Lamb - L+J

In Reply Refer To:
3453
SL-068754-U-01215
(UT-932)

JUN 30 1998

DECISION

Intermountain Power Agency (50%)
480 East 6400 South, Suite 200
Murray, Utah 84107

Coal Lease:
SL-068754-U-01215

ANDALEX Resources, Inc. (50%)
45 West 10000 South, Suite 401
Sandy, Utah 84070

*Copy PAM
PR0/002/041
~~ACT/003/013~~*

Bond Rider Accepted
Assignment Approved

(2-sided) # 2

On April 20, 1998, a record title assignment for Federal coal lease SL-068754-U-01215 entered into on April 15, 1998 between Intermountain Power Agency (IPA) (50%) and ANDALEX Resources, Inc. (ANDALEX) (50%), as assignees, and AMCA Coal Leasing, Inc., as assignor, was filed in this office. At that time, a document designating WEST RIDGE Resources, Inc. (WEST RIDGE) as operator of the lease was also submitted.

Satisfactory evidence of the qualifications and holdings of both assignees has been filed. This office has received no evidence that the lease is not in good standing. The assignees have submitted a statement, executed on April 15, 1998, accepting the assignment and assuming all rights, obligations, benefits and liabilities of the assignor. Therefore, the assignment appears to meet the requirements of the regulations and is approved effective July 1, 1998. Approval of the assignment does not constitute approval of any of the terms therein which may be in violation of the lease terms.

A bond rider to the lease's present surety bond (CSB0165669) (BLM Bond No. UT1085) adding ANDALEX and WEST RIDGE as co-principals has been submitted and is accepted as of June 24, 1998, its date of filing.

/S/ G. William Lamb

G. William Lamb
State Director

Enclosure
Assignment

cc: Stoel Rives LLP (w/encl)
Attn: John S. Kirkham
201 S. Main Street, Suite 1100
Salt Lake City, Utah 84111

Department of Water & Power (w/encl)
City of Los Angeles
Attn: William W. Engels
111 No. Hope Street, Room 1107
Los Angeles, CA 90012

bc: Price Coal Office
MMS, Solid Minerals Staff (w/encl)
Mr. Lowell Braxton, Director, UDOGM, P.O. Box 145801, SLC, UT 84114-5801