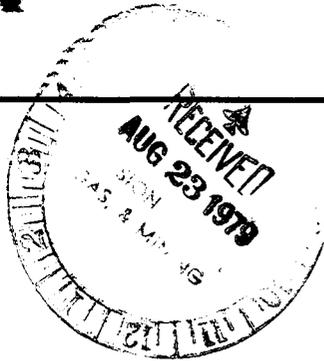




The Fetterolf Group



*RT to Tom
Mike
File*

August 20, 1979

Mr. Ron Daniels
Division of Oil, Gas And Mining
1588 West North Temple
Salt Lake City, Utah 84116

Dear Mr. Daniels:

On July 30, 1979 State Lease ML22603 was assigned to Myron F. Fetterolf. On August 20, 1979 a letter was sent to Division of State Land designating Trail Mountain Coal Company as operator. It is estimated that Trail Mountain will cross into state land about September 4, 1979.

Please advise me as to bond amounts and any additional plans which will be requested.

Very truly yours,

David R. Mills /cmb

David R. Mills, P. E.
Mining Engineer

DRM:cmb

cc: C. Richardson