

0003



# State of Utah

School and Institutional  
TRUST LANDS ADMINISTRATION

Michael O. Leavitt  
Governor

David T. Terry  
Director

675 East 500 South, Suite 500  
Salt Lake City, Utah 84102-2818  
801-538-5100  
801-355-0922 (Fax)  
<http://www.trustlands.com>

August 30, 2001

*FAX PFO  
(letter + application)*

*Exploration*

*[Redacted signature]*  
*EX019*  
*Copy Pam*

Charles A. Semborski  
Geology/Permitting Supervisor  
Energy West Mining Co.  
P.O. Box 310  
Huntington, Utah 84528

RE: Mill Fork Canyon/Joe's Valley Drilling Modification Request  
Utah State Coal Lease ML 48258; Pacificorp

Dear Mr. Semborski,

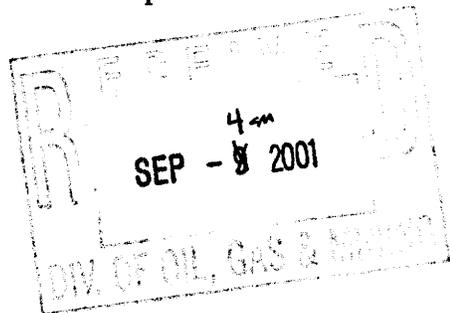
You are requesting a modification of your Mill Fork Canyon/Joe's Valley Drilling Program in order to enter and re-drill a location on trust coal lands in Section 22, T16S, R6E, SLB&M that was previously drilled by UGMS. Trust lands coal lease ML 48258 with Pacificorp as Lessee is active upon the described lands and Energy West Mining Company is a designated operator of the Lessee.

The Trust Lands Administration supports your proposed modification. However, a letter must be submitted from Pacificorp, as Lessee, giving its approval to the proposed modification. Also, you will need to have written approval of the Manti-La Sal National Forest to enter the surface of the lands and approval from the Division of Oil, Gas & Mining to modify your drilling permit, C/015/018-EX. Surety Bond KC 6513 is held by the Trust Lands Administration in the sum of \$50,000.00 to ensure plugging of all bore holes drilled under coal lease ML 48258.

Sincerely,

John T. Blake  
Mineral Resources Specialist

CC Scott Child  
Crockett Dumas  
Jim Kohler  
Pam Grubaugh-Littig





AUG 29 2001

August 27, 2001

John Blake  
Minerals Resource Specialist  
State of Utah  
School & Institutional Trust Lands Administration  
675 East 500 South, Suite 500  
Salt Lake City, UT 84102

Crockett Dumas  
District Ranger  
Manti-LaSal National Forest  
Price District  
599 West Price River Drive  
Price, Utah 84501

Dear Messrs. Blake and Dumas:

**RE: MILL FORK CANYON/JOES VALLEY SURFACE DRILLING  
MODIFICATION REQUEST; UTAH STATE COAL LEASES ML-48258;  
PACIFICORP, MILL FORK CANYON, EMERY COUNTY, UTAH**

PacifiCorp, by and through its wholly-owned subsidiary, Energy West Mining Company ("Energy West") as mine operator, hereby submits three (3) copies of the Mill Fork Lease ML-48258 Modification Request. Three copies of the modification have been sent to the Division of Oil, Gas and Mining.

Energy West proposes to modify the approved surface exploration plan to add an additional drill hole in the southwest portion of the lease tract. The original plan included conducting a helicopter assisted minor coal exploration surface drilling program during the 2001 field season. The project was initiated on July 16, 2001 and was completed on August 13, 2001, consisting of seven (7) core holes drilled in Mill Fork Canyon/Joes Valley to analyze seam characteristics and thickness. Based upon the results of the completed program, Energy West proposes to re-drill a hole completed in September 1975 by the Utah Geological and Mineral Survey (UGMS). The UGMS drill hole is located within the current Utah State Coal Lease ML-48258, in Section 22, Township 16 South, Range 6 East, Salt Lake Base and Meridian. The drilling will occur on lands in which the surface is administered by the United States Forest Service (U.S.F.S.) and the subsurface by the State of Utah. Section 22 (Special Use Permit) and Forest Development Road 040 (Road Use Permit) are currently covered in the approved exploration plan.

The modification request is to re-drill (deepen) UGMS DH-2 located adjacent to Forest Development Road 040 (refer to map: General Location and Aerial Photograph). The area has been previously disturbed during the 1975 coal exploration program, during routine annual road maintenance and cattle grazing (refer to Site Photos).

Huntington Office:  
(435) 687-9821  
Fax (435) 687-2695  
Purchasing Fax (435) 687-9092

Deer Creek Mine:  
(435) 687-2317  
Fax (435) 687-2285

Trail Mountain Mine:  
(435) 748-2140  
Fax (435) 748-5125

August 27, 2001  
SILTA & USFS  
Mill Fork Drill Application  
Page Two

Consistent with the approved plan, no site preparation will be necessary, i.e., construction of roads or drill pad. Energy West will utilize the same equipment (helicopter support will not be necessary) and technique described in the approved plan. Energy West goes to great extent to minimize environmental impacts, that include; drilling technique, site selection, protecting existing vegetation with a protective cover, artificially leveling of the drill site and area restoration.

**PROJECT TIMING:**

Energy West proposes to initiate the drilling immediately upon regulatory approval (prior to expiration date of the Special Use & Road Use permits - October 15, 2001)

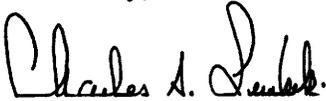
**PROJECT COMPLETION DATE:**

Approximately seven days will be required to complete drilling

If you require any additional information please call me at (435)687-4720.

Thank you for your assistance in this matter.

Sincerely,



Charles A. Semborski  
Geology/Permitting Supervisor

Enclosures (3 copies )

cc: Daron Haddock, (DOGM) w/encl.(3 copies)  
Crockett Dumas/Brain McClelland/Carter Reed, (USFS) w/encl.(3 copies)  
Dick Manus/Don Stephens, (BLM) w/encl.  
Kevin Christopherson/Chris Colt, (DWR) w/encl.  
Rodger Fry (Interwest) w/o encl.  
Scott Child (Interwest) w/encl.

***Energy West Mining Company  
2001 Drilling Plan Modification  
Utah Geological & Mineral Survey  
DH-2 Redrill***

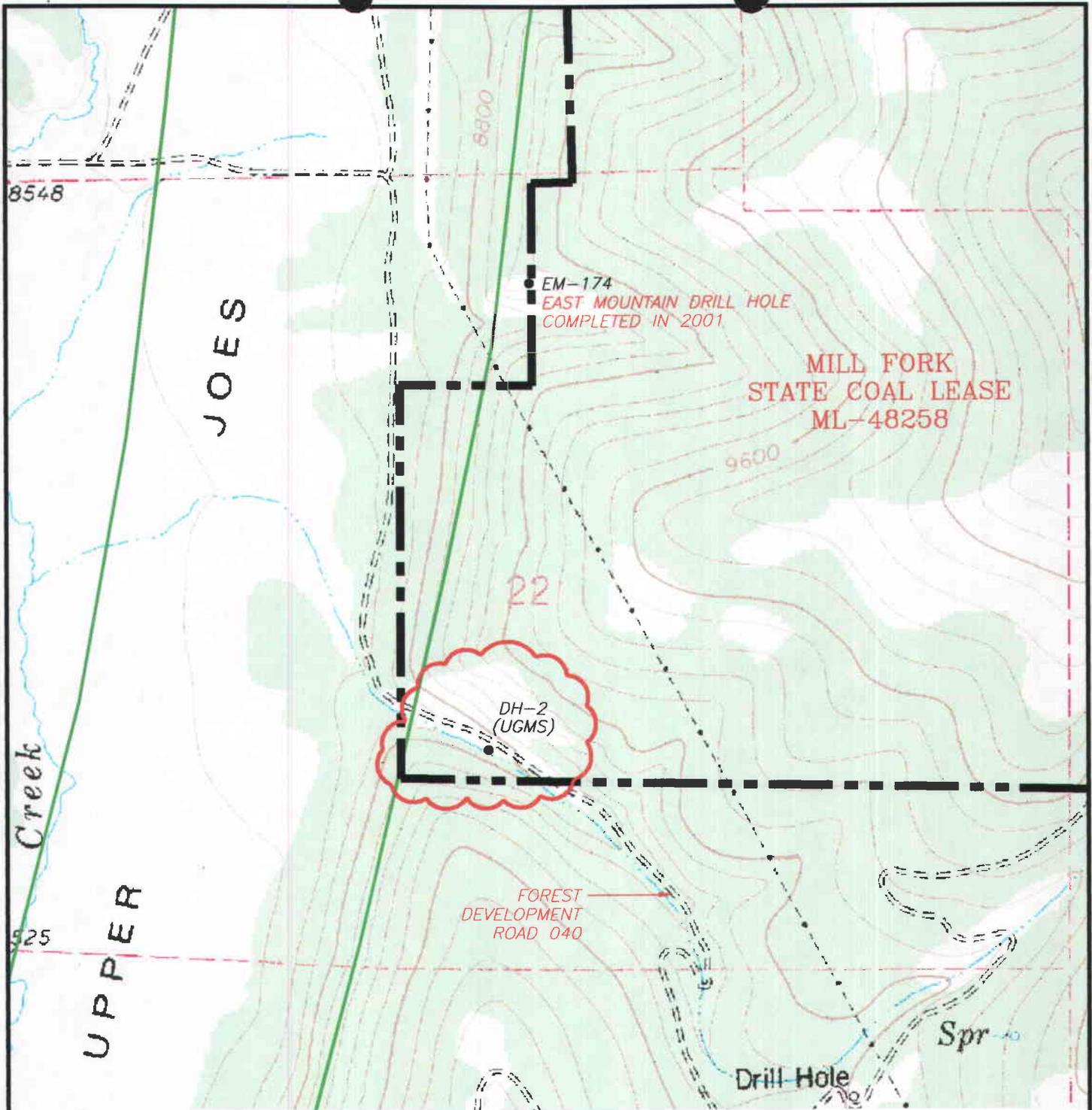
***General Location Map***

***Energy West Mining Company  
2001 Drilling Plan Modification  
Utah Geological & Mineral Survey  
DH-2 Redrill***

***Aerial Photograph***

***Energy West Mining Company  
2001 Drilling Plan Modification  
Utah Geological & Mineral Survey  
DH-2 Redrill***

***Site Photos***



DH-2 LEGAL DESCRIPTION  
 LOT 7, SECTION 22  
 T.16S., R.6E., SLB&M

CAD FILE NAME/DISK#: MFBASE.DWG

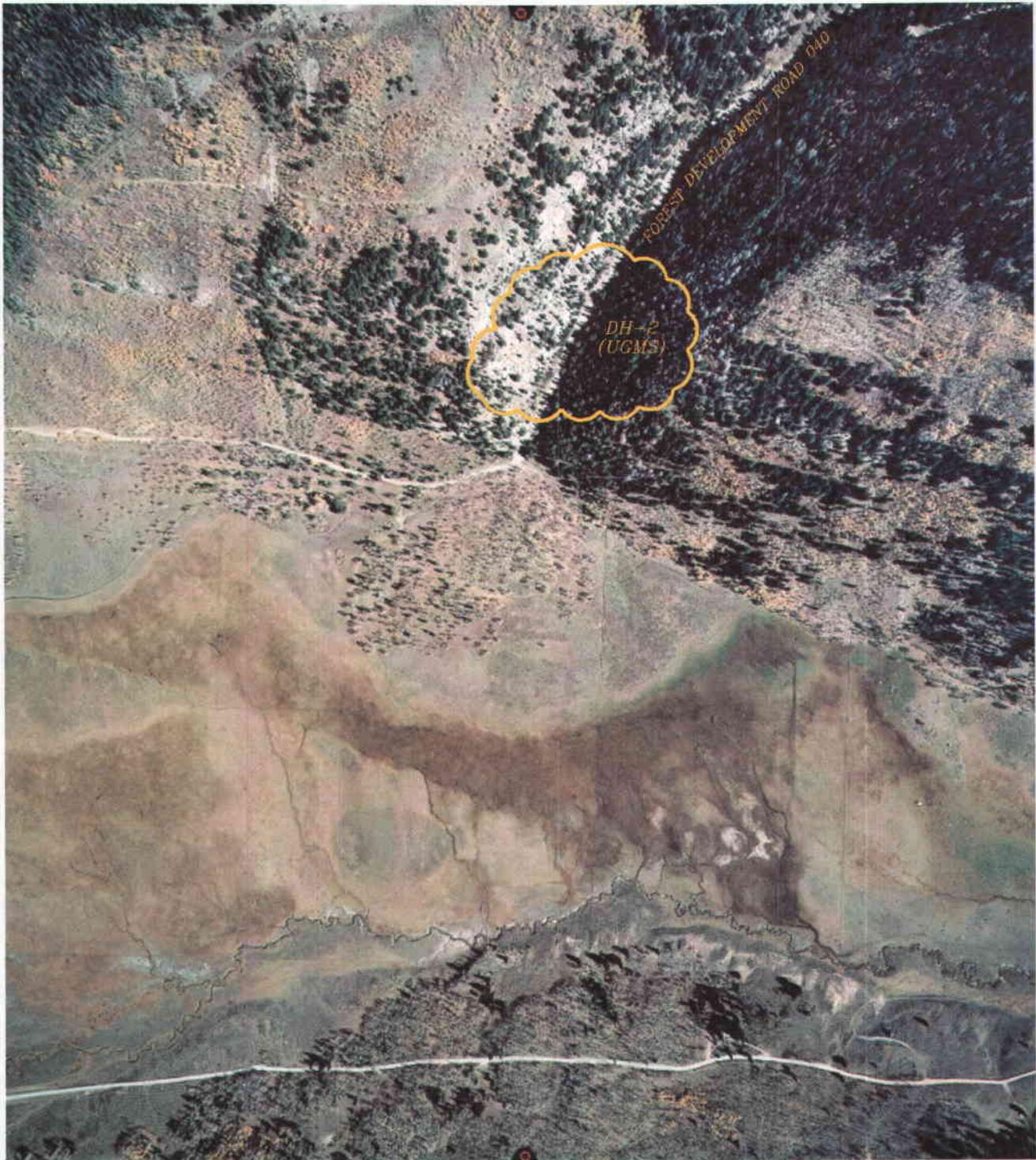
**ENERGY WEST**  
**MINING COMPANY**  
 HUNTINGTON, UTAH 84528

**2001 DRILLING PLAN MODIFICATION**  
**UTAH GEOLOGICAL & MINERAL SURVEY**  
**DH-2 REDRILL**

DRAWN BY:	K. LARSEN	...	
SCALE:	1" = 1000'	DRAWING #:	
DATE:	AUGUST 22, 2001	SHEET 1 OF 1	REV. _____

***Energy West Mining Company  
2001 Drilling Plan Modification  
Utah Geological & Mineral Survey  
DH-2 Redrill***

***Aerial Photograph***



CAD FILE NAME/DISK#: MFBASE.DWG

**ENERGY WEST**  
**MINING COMPANY**  
 HUNTINGTON, UTAH 84528

*2001 DRILLING PLAN MODIFICATION*  
*UTAH GEOLOGICAL & MINERAL SURVEY*  
*DH-2 REDRILL*

DRAWN BY:	<i>K. LARSEN</i>	...	
SCALE:	<i>NONE</i>	DRAWING #:	
DATE:	<i>AUGUST 22, 2001</i>	SHEET <i>1</i> OF <i>1</i>	REV. <i>   </i>

***Energy West Mining Company  
2001 Drilling Plan Modification  
Utah Geological & Mineral Survey  
DH-2 Redrill***

***Site Photos***

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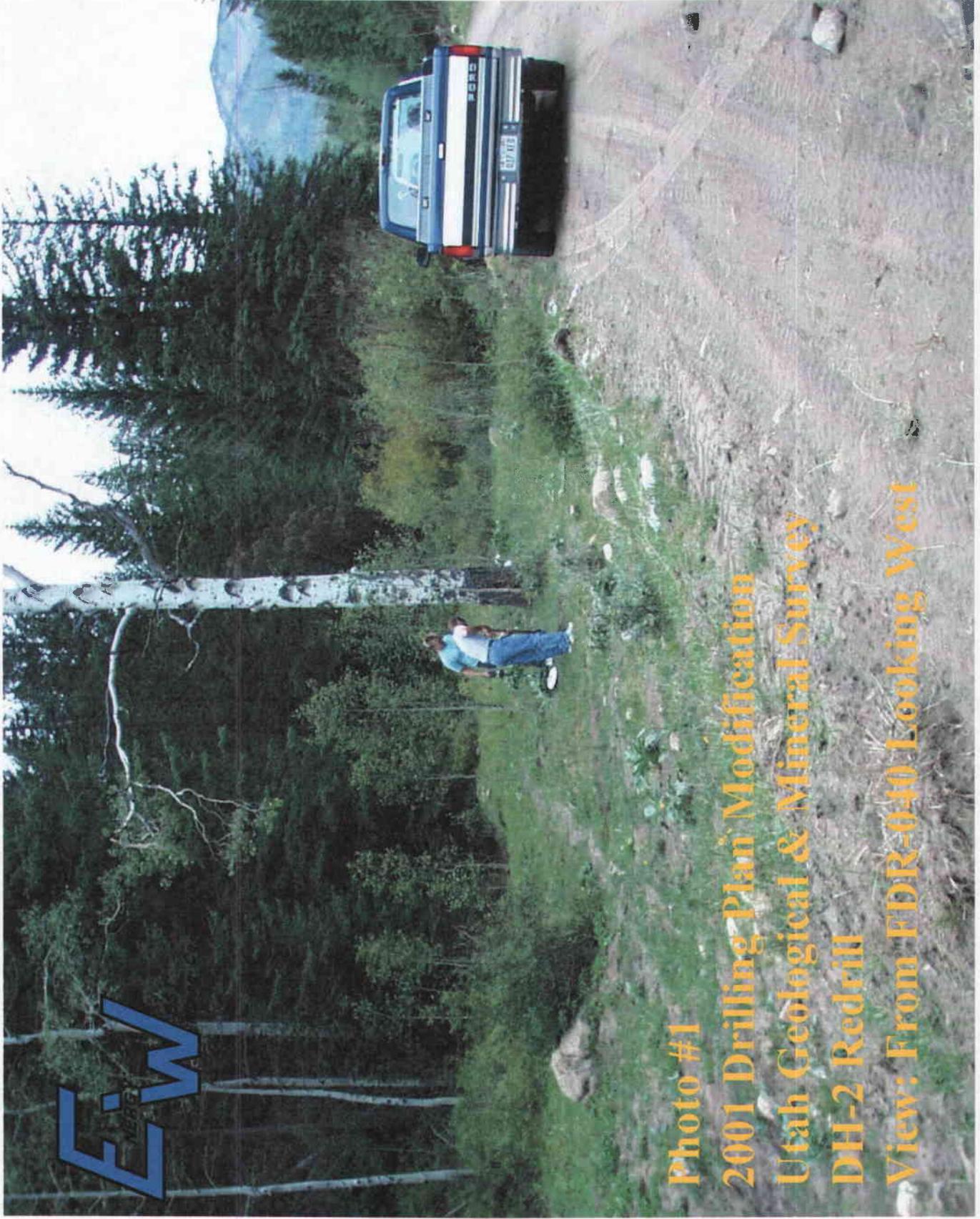
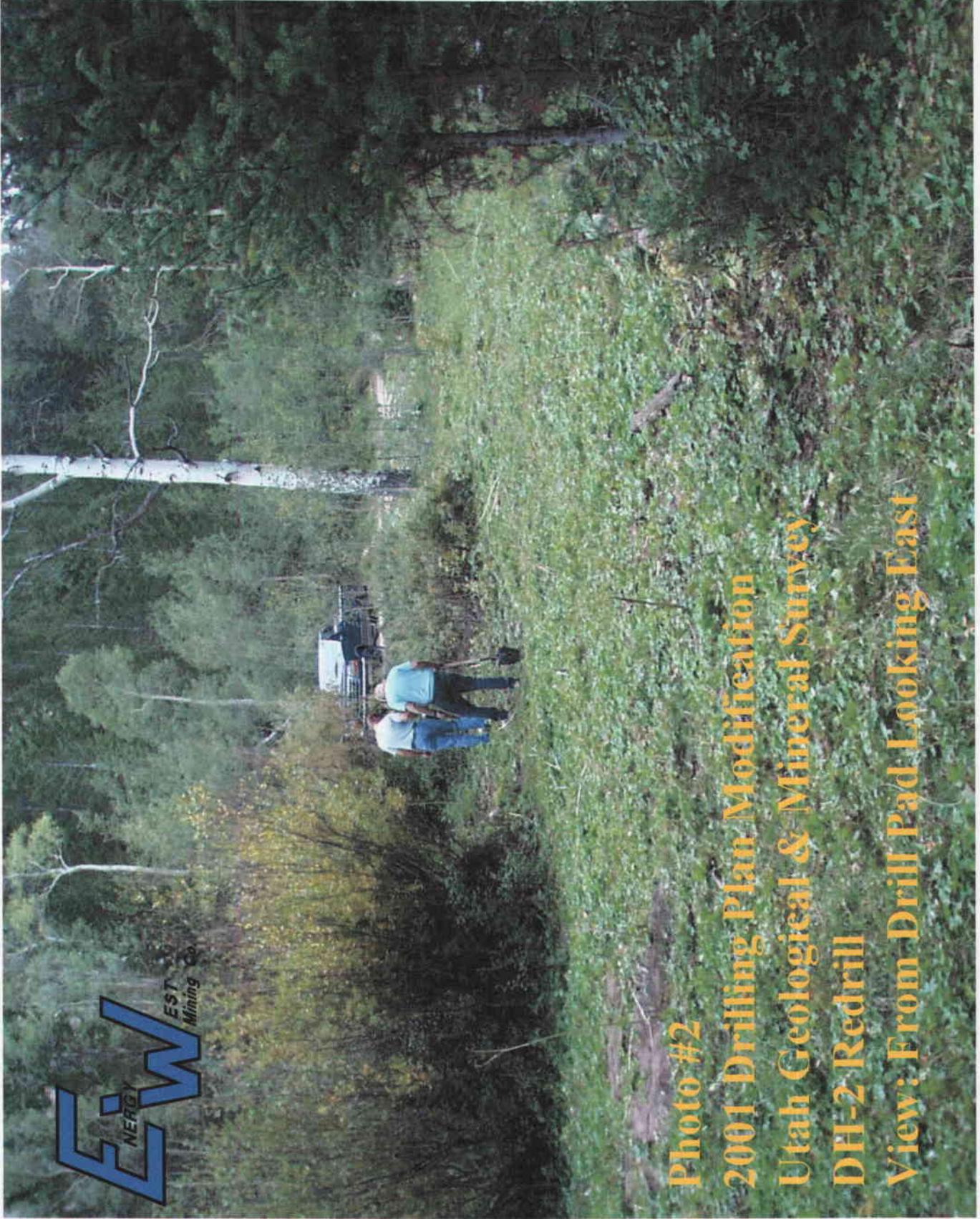


Photo #1  
2001 Drilling Plan Modification  
Utah Geological & Mineral Survey  
DH-2 Redrill  
View: From FDR-040 Looking West



**Photo #2**  
**2001 Drilling Plan Modification**  
**Utah Geological & Mineral Survey**  
**DH-2 Redrill**  
**View: From Drill Pad Looking East**