



1407 W. North Temple, Suite 310
Salt Lake City, UT 84116

HAND DELIVERED

July 31, 2007

Ms. Pamela Grubaugh-Littig
Permit Supervisor
Division of Oil, Gas & Mining
Utah Department of Natural Resources
1594 West North Temple - Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-145801

*Fireproof
J. [unclear]
C/015/0019*

**RE: Reclamation Bond Increase Rider – Cottonwood Mine Permit
C/015/0019, Emery County, Utah**

Dear Pam:

In response to the letter dated May 22, 2007, from the Division of Oil, Gas & Mining (DOGM) addressed to Ken Fleck of Energy West Mining Company, enclosed is a increase rider bond to Travelers Bond No. 103771497 increasing the amount from \$3,082,587 to \$3,252,000 as a result of DOGM's mid-term review of the Cottonwood mine permit. With this transmittal, we are providing the following to update the Cottonwood Mine Reclamation Agreement accordingly:

1. Revised Exhibit "A" (Bonded Area Legal Descriptions) together with 6 (six) updated bond maps.
2. Exhibit "B" (Rider Bond to Travelers Bond No. 103771497 increasing the amount from \$3,082,587 to \$3,252,000).
3. Exhibit "D" (Stipulation to Revise Reclamation Agreement) noting the purpose of this bonding change.

A complete copy of this information has been sent to our Energy West Mining Company offices located in Huntington, Utah.

File In C 0150019 Increasing
Date: 07/31/2007 Refer to:

RECEIVED

AUG 01 2007

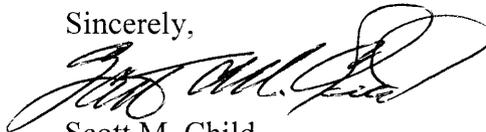
Confidential
 Shelf
 Expandable
For additional information

DIV. OF OIL, GAS & MINING

Pamela Grubaugh-Littig
July 31, 2007
Page 2

Should you have any questions or need any additional information, please feel free to contact Ken Fleck or Dennis Oakley of Energy West Mining Company at 435-687-4712 or 435-687-4825 (respectively) or myself at 801-220-4612.

Sincerely,



Scott M. Child
Manager, Lands & Regulatory Affairs

Enclosures

SMC\EnergyWest\DOGM 2007-03(COTIncreaseRiderBond).doc

cc: IMC w/o encl. – N. Getzelman
EWMC w/encl. – E. Snow, K. Fleck, D. Oakley
PacifiCorp Risk Mgmt. w/encl. LCT 1800 – Kathie Reinhart (B-SUR-747)
Aon Risk Services – Claudia Rathbun w/encl.
5000 Central Park Drive, Suite 204
Lincoln, NE 68504