

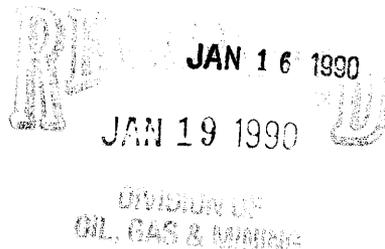


United States Department of the Interior

BUREAU OF LAND MANAGEMENT
 Moab District
 San Rafael Resource Area
 900 North 700 East
 Price, Utah 84501

3400
 (U-067)

Pamela Grubough-Lettig
 Permit Supervisor
 State of Utah
 Division of Oil, Gas and Mining
 355 West North Temple
 3 Triad Center, Suite 350
 Salt Lake City, Utah 84180-1203



Dear Ms. Grubough-Lettig:

This is a follow-up to the letter of January 12, 1990, relating to deficiencies found in the Co-op Mine permit application package. (PAP).

In response to our review of the PAP, we have identified the additional documentation described below for lease U-024316:

1. A sketch of a typical entry system for main development and panel development entries showing centerline distances between entries and crosscuts.
2. A sketch of a typical panel recovery room and pillar showing by number the sequence of development and retreat.
3. An approved pillar extraction plan; this would show the sequence of pillar extraction.
4. A map showing the approximate location for a shaft from the Blind Canyon seam down to the Hiawatha seam.
5. An explanation of how MER of the federal coal will be achieved for the federal leases included in the resource recovery and protection plan. It must be understood that if a coal bed, or portion thereof, is not to be mined or is to be rendered unminable by the operation, the operator/lessee shall submit appropriate justifications to the district mining supervisor for approval.

If you have any questions regarding this matter, please contact Jim Ward at 637-4584.

Sincerely yours,

J. Michael Brub
 Area Manager

cc: SD, Utah (U-921)
 DM, Moab (U-065)