



4/25/2016

Daron R. Haddock
Coal Program Manager

Subject: 2016 Ownership & Control Update Castle Valley Mining LLC Bear Canyon Mine, C/015/0025

Dear Mr. Haddock:

Castle Valley Mining is submitting an application to update the Ownership & Control portion of the current Mining & Reclamation plan. Please review the red line copies attached 1H-2 thru 1H-7 for revisions. 1H-8 thru 1H-19 will be removed.

If you have any questions, please call me (435) 687-2178

Sincerely,



Jaren Jorgensen
Engineering

APPLICATION FOR COAL PERMIT PROCESSING

Permit Change New Permit Renewal Exploration Bond Release Transfer

Permittee: Castle Valley Mining LLC

Mine: Bear Canyon Mine

Permit Number:

C/015/0025

Title: Ownership & Control, Castle Valley Mining, Bear Canyon Mine, C/015/0025, Emery County, Utah

Description, Include reason for application and timing required to implement:

Activation of water monitoring locations

Instructions: If you answer yes to any of the first eight questions, this application may require Public Notice publication.

- | | | |
|---|--|---|
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 1. Change in the size of the Permit Area? Acres: _____ Disturbed Area: _____ <input type="checkbox"/> increase <input type="checkbox"/> decrease. |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 2. Is the application submitted as a result of a Division Order? DO# _____ |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 3. Does the application include operations outside a previously identified Cumulative Hydrologic Impact Area? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 4. Does the application include operations in hydrologic basins other than as currently approved? |
| <input type="checkbox"/> Yes | <input type="checkbox"/> No | 5. Does the application result from cancellation, reduction or increase of insurance or reclamation bond? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 6. Does the application require or include public notice publication? |
| <input checked="" type="checkbox"/> Yes | <input type="checkbox"/> No | 7. Does the application require or include ownership, control, right-of-entry, or compliance information? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 9. Is the application submitted as a result of a Violation? NOV # _____ |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 10. Is the application submitted as a result of other laws or regulations or policies?
<i>Explain:</i> _____ |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 11. Does the application affect the surface landowner or change the post mining land use? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2) |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 13. Does the application require or include collection and reporting of any baseline information? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 14. Could the application have any effect on wildlife or vegetation outside the current disturbed area? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 15. Does the application require or include soil removal, storage or placement? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 16. Does the application require or include vegetation monitoring, removal or revegetation activities? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 17. Does the application require or include construction, modification, or removal of surface facilities? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 18. Does the application require or include water monitoring, sediment or drainage control measures? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 19. Does the application require or include certified designs, maps or calculation? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 20. Does the application require or include subsidence control or monitoring? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 21. Have reclamation costs for bonding been provided? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 22. Does the application involve a perennial stream, a stream buffer zone or discharges to a stream? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 23. Does the application affect permits issued by other agencies or permits issued to other entities? |
| <input type="checkbox"/> Yes | <input checked="" type="checkbox"/> No | 24. Does the application include confidential information and is it clearly marked and separated in the plan? |

Please attach three (3) review copies of the application. If the mine is on or adjacent to Forest Service land please submit four (4) copies, thank you. (These numbers include a copy for the Price Field Office)

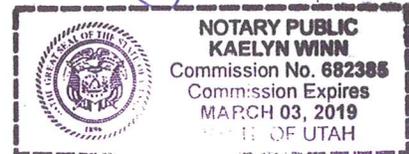
I hereby certify that I am a responsible official of the applicant and that the information contained in this application is true and correct to the best of my information and belief in all respects with the laws of Utah in reference to commitments, undertakings, and obligations, herein.

<u>Jaren Jorgensen</u>	<u>Engineer</u>	<u>04/25/2016</u>	
Print Name	Position	Date	Signature (Right-click above choose certify then have notary sign below)

Subscribed and sworn to before me this 25 day of April, 2016

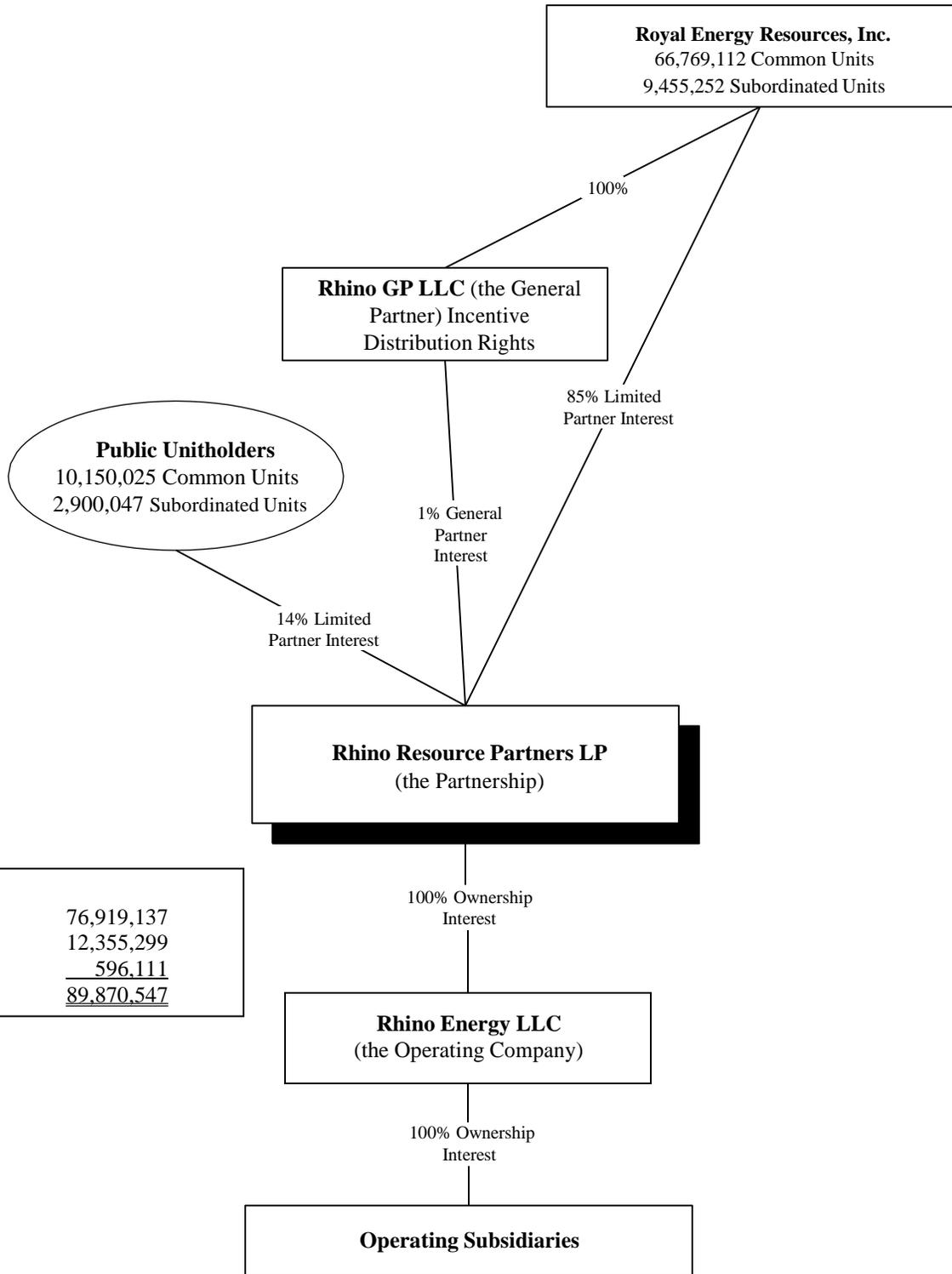
Notary Public: Kaelyn Winn, state of Utah.

My commission Expires: MAR 03, 2019
 Commission Number: 682385 } ss:
 Address: 110 East Main
 City: Castle Dale State: UT Zip: 84513



<p>For Office Use Only:</p>	<p>Assigned Tracking Number:</p>	<p>Received by Oil, Gas & Mining</p>
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Rhino Organizational Structure Chart
March 31, 2016



<u>Total Units:</u>	
Common	76,919,137
Subordinated	12,355,299
GP Notional	<u>596,111</u>
Total	<u>89,870,547</u>



Royal Energy Resources, Inc. Owner and Controller information

Name	Relationship	
William L. Tuorto	Director, CEO, and Treasurer Start date – 3-6-2015	
Brian Hughs	Director and VP Start date – 10-13-2015	
Douglas C. Holsted	CFO Start date – 6-8-2015	
Ian Ganzer	COO Start date – 6-10-2015	
Ronald Phillips	President and Secretary Start date – 10-13-2015	
William L. Tuorto	Equity Owner - 5.54%	
E-Starts Money Co. (sole owner and officer is William L. Tuorto, with a start date of 1-13-2015)	Equity Owner - 47.41%	

**LIST OF OFFICERS FOR RHINO GP LLC, RHINO ENERGY LLC, AND
SUBSIDIARIES**

Rhino GP LLC

William Turoto	-	Director, Chairman of the Board
Joseph Funk	-	Director
Ronald Phillips	-	Director
Ian Ganzer	-	Director
Douglas Holsted	-	Director
Brian Hughs	-	Director
David Hanig	-	Director
Michael Thompson	-	Director

Audit Committee

David Hanig	-	Member
Michael Thompson	-	Member

Conflicts Committee

David Hanig	-	Member
Michael Thompson	-	Member

Compensation Committee

William Tuorto	-	Chairman
Joseph Funk	-	Member

Executive Committee

William Tuorto	-	Chairman
Joseph Funk	-	Member

Joseph Funk	-	President & Chief Executive Officer
Richard A. Boone	-	Executive Vice President and Chief Financial Officer
Brian Aug	-	Vice President of Sales
R. Chad Hunt	-	Senior Vice President of Business Development
Elizabeth Branham	-	Vice President, Controller & Assistant Secretary
Whitney Kegley	-	Vice President, Secretary & General Counsel

Rhino Energy LLC

- Joseph Funk - President & Chief Executive Officer
- Richard Boone - Executive VP, Chief Financial Officer & Treasurer
- Whitney Kegley - Vice President, Secretary & General Counsel
- Elizabeth Branham - Vice President, Controller, Assistant Secretary

- Brian Aug - Vice President Sales
- R. Chad Hunt - Senior Vice President of Business Development
- Scott Morris - Vice President of Finance

Castle Valley Mining LLC

- Joseph Funk - President & Chief Executive Officer
- R. Chad Hunt - Vice President
- Richard Boone - Executive VP, Chief Financial Officer & Treasurer
- Whitney Kegley - Vice President, Secretary & General Counsel
- Elizabeth Branham - Vice President, Controller, Assistant Secretary
- Brian Aug - Vice President of Sales
- Scott Morris - Vice President of Finance

Castle Valley Mining LLC

P O Box 1169
265 Hambley Boulevard
Pikeville, KY 41502

FEIN 27-2909495
Phone 606-432-3900

Officers and Directors

OFFICER	TITLE	BEGIN DATE OWNERSHIP	BEGIN DATE AFFILIATION	END DATE
Joe Funk	President & CEO	N/A	11/14/2014	
David Zatezalo	Chief Executive Officer	N/A	9/4/2009	8/19/2013
Christopher I. Walton	President	N/A	4/11/2012	11/14/2014
R. Chad Hunt	Vice President	N/A	9/4/2009	
Richard Boone	Senior Vice President, CFO & Treasurer	N/A	1/1/2007	
Whitney Kegley	Vice President, Secretary & General Counsel	N/A	7/16/2012	
Elizabeth Branham	Vice President, Controller, Assistant Secretary	N/A	1/1/2007	
Brian Aug	Vice President of Sales	N/A	8/5/2013	
Corey Heaps	Vice President	N/A	9/8/2010	7/31/2015
Jeff Quatman	Vice President	N/A	3/31/2011	6/12/2015
Scott Morris	Vice President of Finance	N/A	2/4/2016	
Mark Zand	Chairman	N/A	6/10/2010	10/5/2010
Chad Hunt	President	N/A	6/10/2010	3/2/2012
Christopher N. Moravec	Senior Vice President, Business Development	N/A	6/10/2010	3/2/2012
Joseph Miller	Vice President & Asst. Secretary	N/A	6/10/2010	7/16/2012
Andrew Cox	Vice President Sales	N/A	6/10/2010	8/2/2013
Arthur Amron	Vice President and Assistant Secretary	N/A	6/10/2010	10/5/2010
Jay Maymudes	Vice President, Secretary and Treasurer	N/A	6/10/2010	10/5/2010
Paul Jacobi	Vice President	N/A	6/10/2010	10/5/2010
Gary Isaac	Vice President and Assistant Secretary	N/A	6/10/2010	2/28/2013
		N/A		
Rhino Energy LLC	Member, Shareholder - 100%	N/A	6/10/2010	

Rhino Energy LLC424 Lewis Hargett Circle, Suite 250
Lexington, KY 40503FEIN 59-3762498
Phone 859-389-6500

Officers and Directors

OFFICER	TITLE	BEGIN DATE OWNERSHIP	BEGIN DATE AFFILIATION	END DATE
Joe Funk	President & CEO	N/A	11/14/2014	
David Zatezalo	President & CEO	N/A	9/4/2009	8/19/2013
Christopher I. Walton	Senior VP & Chief Operating Officer	N/A	4/11/2012	11/14/2014
Richard Boone	Senior Vice President, CFO & Treasurer	N/A	2/1/2005	
Whitney Kegley	Vice President, Secretary & General Counsel	N/A	7/16/2012	
Elizabeth Branham	Vice President, Controller and Assistant Secretary	N/A	1/1/2007	
Brian Aug	Vice President of Sales	N/A	8/5/2013	
R. Chad Hunt	Vice President of Technical Services	N/A	8/28/2008	
Jeff Quatman	Vice President	N/A	1/1/2011	6/12/2015
Scott Morris	Vice President of Finance	N/A	2/4/2016	
Andrew Cox	Vice President of Sales	N/A	1/22/2007	8/2/2013
Joseph Miller	Vice President and Secretary	N/A	1/3/2007	7/16/2012
Arthur Amron	Vice President and Assistant Secretary	N/A	6/26/2003	10/5/2010
Jay Maymudes	Vice President, Secretary and Treasurer	N/A	6/26/2003	10/5/2010
Paul Jacobi	Vice President	N/A	6/26/2003	10/5/2010
Corey Heaps	Vice President of Western Operations	N/A	9/1/2010	7/31/2015
Wexford Capital LLC	Member, Manager 0%	N/A	4/30/2003	10/5/2010
Taurus Investors LLC	Member, Shareholder <10%	N/A	4/30/2003	10/5/2010
Valentis Investors LLC (Class A)	Member, Shareholder >10%	N/A	4/30/2003	10/5/2010
Artis Investors LLC (Class A)	Member, Shareholder <10%	N/A	4/30/2003	10/5/2010
Artis Investors LLC (Class B)	Member, Shareholder <10%	N/A	4/30/2003	10/5/2010
Callidus Investors, LLC	Member, Shareholder <10%	N/A	10/1/2003	10/5/2010
Solitar Corporation	Member, Shareholder >10%	N/A	7/15/2003	10/5/2010
Wexford Spectrum Investors LLC	Shareholder >10%	N/A	11/1/2004	10/5/2010
Mark Zand	Chairman	N/A	6/26/2003	10/5/2010
Christopher N. Moravec	Senior Vice President, Business Development	N/A	3/23/2007	3/2/2012
Nick Glancy	CEO & President	N/A	10/4/2005	3/5/2009
David Zatezalo	Senior Vice President & COO	N/A	3/1/2007	9/4/2009
Thomas Hanley	Senior Vice President	N/A	9/1/2007	9/4/2009
Royal Energy Resources Inc	Member, Shareholder - 100%	N/A	1/1/2016	

**CASTLE VALLEY MINING LLC
MINE IDENTIFICATION NUMBERS**

MINE	ADDRESS	MSHA	ISSUANCE DATE	STATE
CASTLE VALLEY #3	5550 WEST BEAR CANYON RD. HUNTINGTON, UT 84528	42-02263	12/15/1999	C/015/025
CASTLE VALLEY #4	5550 WEST BEAR CANYON RD. HUNTINGTON, UT 84528	42-02335	3/20/2002	C/015/025
BEAR CANYON LOADOUT FACILITY	5550 WEST BEAR CANYON RD. HUNTINGTON, UT 84528	42-02395	11/21/2004	C/015/025