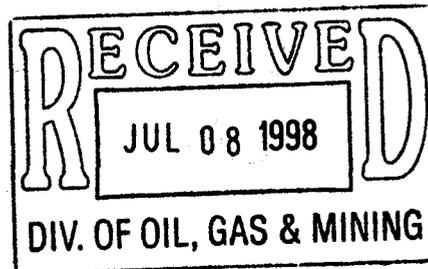




ANDALEX
RESOURCES, INC.
Tower Division

P.O. BOX 902
PRICE, UTAH 84501
PHONE (801) 637-5385
TELECOPIER (801) 637-8860



July 6, 1998

Utah Coal Program
Division of Oil, Gas and Mining
1594 W. North Temple Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

RE: GENWAL Resources, Inc. - Incidental Boundary Change Amendment

Attached are seven copies of text and map changes for a permit amendment for the GENWAL Resources, Inc. Crandall Canyon Mine No. 1. The changes involve adding approximately 444 acres to the existing permit area to allow entries to be mined across a previously unpermitted area. Also enclosed are the C1/C2 forms to accompany this submittal. Should you have any questions about this amendment please call.

ACT/015/032

#2

Copy Karen

Sincerely,

Jean Semborski
Environmental Coordinator

APPLICATION FOR PERMIT PROCESSING

<input type="checkbox"/> Permit Change	<input type="checkbox"/> New Permit	<input type="checkbox"/> Renewal	<input type="checkbox"/> Transfer	<input type="checkbox"/> Exploration	<input type="checkbox"/> Bond Release	Permit Number: ACT/015/032
Title of Proposal: <i>INCIDENTAL BOUNDARY CHANGE AMENDMENT</i>						Mine: CRANDALL CANYON MINE
						Permittee: GENWAL Resources, Inc.

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

Instructions: If you answer yes to any of the first 8 questions (gray), submit the application to the Salt Lake Office. Otherwise, you may submit it to your reclamation specialist.

<input checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	1. Change in the size of the Permit Area? <i>444</i> acres Disturbed Area? <i>0</i> acres <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 application include operations outside a previously identified Cumulative Hydrologic Impact Area?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	4. Does application include operations in hydrologic basins other than as currently approved?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	5. Does 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 type="checkbox"/> Yes	<input checked="" 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? Explain:
<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 checked="" type="checkbox"/> Yes	<input 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 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 checked="" type="checkbox"/> Yes	<input type="checkbox"/> No	19. Does the application require or include certified designs, maps, or calculations?
<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 for?
<input type="checkbox"/> Yes	<input checked="" type="checkbox"/> No	22. Does 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?

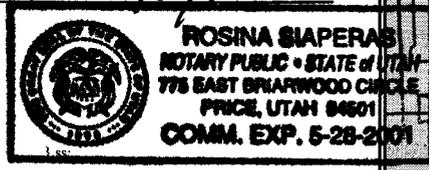
Attach 7 complete copies of the application.

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.

Rosina Siaperas
 Signed Name - Position - Date
 Engineer 6/30/98

Subscribed and sworn to before me this 30 day of June, 19 98

Rosina Siaperas
 Notary Public
 My Commission Expires: 5/12/01 - 2001
 Attest: STATE OF UTAH
 COUNTY OF Utah



RECEIVED

JUL 08 1998

DIV. OF OIL, GAS & MINING

ASSIGNED TRACKING NUMBER

Application for Permit Processing

Detailed Schedule of Changes to the MRP

Title of Application:

INCIDENTAL BOUNDARY CHANGE AMENDMENT 07/98

Permit Number: ACT/015/032

Mine: CRANDALL CANYON MINE

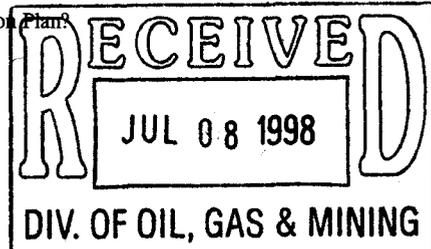
Permittee: GENWAL Resources, Inc.

Provide a detailed listing of all changes to the mining and reclamation plan which will be required as a result of this proposed permit application. Individually list all maps and drawings which are to be added, replaced, or removed from the plan. Include changes of the table of contents, section of the plan, pages, or other information as needed to specifically locate, identify and revise the existing mining and reclamation plan. **Include page, section and drawing numbers as part of the description.**

DESCRIPTION OF MAP, TEXT, OR MATERIALS TO BE CHANGED

<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Replace Chapter 1, all pages: cover page through 1-14, dated 5/97 revised 7/97. Insert revised Chapter 1, cover page through 1-17, dated 7/97 revised 7/98.
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Replace Chapter 2, all pages: cover page through 2-14, dated 5/97 revised 7/97. Insert revised Chapter 2, cover page through 2-13, dated 7/97 revised 7/98.
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Add Appendix 2-5 dated 7/98 behind Appendix 2-3B.
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Replace Chapter 3, all pages: cover page through 3-31, dated 5/97 revised 7/97. Insert revised Chapter 3, cover page through 3-33, dated 7/97 revised 7/98.
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Replace Chapter 4, all pages: cover page through 4-8, dated 10/96 revised 4/97. Insert revised Chapter 4, cover page through 4-8, dated 4/97 revised 7/98.
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Add Appendix 4-8 dated 7/98 behind Chapter 4 text.
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Replace Chapter 5, all pages: cover page through 5-44, dated 4/97 revised 5/97. Insert revised Chapter 5, cover page through 5-47, dated 8/97 revised 7/98
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Replace Plate 1-1 dated 12/15/95 with revised Plate 1-1 dated 7/98.
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Add new Plate 2-6 after Plate 2-5B.
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Place Plate 3-1 after Plate 2-5B. Discard any old map versions of Plate 3-1 and Plate 3-1A.
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Place Plate 3-2 after Plate 3-1 dated 07/98. Discard old Plate 3-2 dated 09/14/92.
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Replace old Plate 4-1 with new Plate 4-1 dated 07/98.
<input type="checkbox"/> ADD	<input checked="" type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Replace old Plate 4-2 dated 09/20/96 with new Plate 4-2 dated 07/98
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Add new Plate 4-3 dated 07/98 after Plate 4-2.
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Add new Plate 4-4 dated 07/98 after Plate 4-3.
<input checked="" type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	Add new Plate 5-2 dated 07/98. Discard any old versions of Plate 5-2.
<input type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	
<input type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	
<input type="checkbox"/> ADD	<input type="checkbox"/> REPLACE	<input type="checkbox"/> REMOVE	

Any other specific or special instructions required for insertion of this proposal into the Mining and Reclamation Plan?



IBC AMENDMENT TEXT CHANGES

The following pages contain text revisions or additions:

CHAPTER 1

Pages 1-8, 1-9, 1-12, 1-13

CHAPTER 2

Pages 2-1, 2-2

Added- Appendix 2-5

CHAPTER 3

Pages 3-iv, 3-1, 3-7, 3-9

CHAPTER 4

Pages 4-iii, 4-1, 4-2, 4-3, 4-4, 4-5, 4-8

Added- Appendix 4-8

CHAPTER 5

Pages 5-v, 5-5, 5-6, 5-7, 5-8, 5-10, 5-12, 5-15,