

0038



PO Box 1077, Price Utah 84501
(435) 888-4000 Fax (435) 888-4002

CONFIDENTIAL

September 20, 2007

✦ Pam Grubaugh-Littig
Permit Supervisor
1594 West North Temple, Suite 1210
P.O. Box 145801
Salt Lake City, Utah 84114-5801

*This is not
confidential
pg 10/2/07*

*Incoming^{ok}
C/015/0032
copy PSL*

Re: Temporary Cessation of Coal Mining and Reclamation Operations Genwal Mine
015/032

Dear Ms. Grubaugh-Littig,

As per R645-301-515.300 to R645-301-515.321 and R645-301-320 the following notice is given:

As you are aware, the Crandall Canyon #1 Mine experienced a severe seismic event on August 6, 2007. Another significant seismic event was experienced on August 16, 2007. These events have lead to production being idled at both Crandall Canyon #1 and South Crandall Mines. At this time the extent of the damage caused by the accident and the corrective action to be taken is unknown. This idling or cessation is to be considered temporary but its duration is unknown.

The number of disturbed acres in the permit is 15.264 the total permit acres is 6,287.74 this will not change during the temporary cessation.

After the equipment is removed from both North and South Crandall mines, Concrete block walls will be installed in all openings to underground operations. The block walls will be constructed to prevent water from being impounded behind the walls. Mine discharge, if any, is expected to meet NPDS discharge standards. Environmental monitoring will continue as per approved MRP during the temporary cessation.

All equipment will be removed from both mines. Most but not all of the conveyor belting, conveyor structure, and water pipe will be removed. A certified list of best known locations of equipment being left underground will be provided as required for CIRCLA certification.

A chain link fence will be installed a minimum of 50 feet from the mine portals to prevent unauthorized access. The building and surface facilities will be locked and plating installed to prevent unauthorized access. In addition, a security guard will patrol the site around the clock.

Mile Post 33, Huntington Canyon
Huntington, Utah 84528

RECEIVED
SEP 27 2007
DIV. OF OIL, GAS & MINING



PO Box 1077, Price Utah 84501
(435) 888-4000 Fax (435) 888-4002

The actions outlined in this letter are being implemented to protect the mine through out the investigation and pending studies. All applicable information from the investigation and studies will be forwarded to DOGM when they are finalized. DOGM will be kept informed of all developments that occur at the aforementioned mines.

Sincerely,

A handwritten signature in blue ink that reads "David W. Hibbs". The signature is written in a cursive style with a large initial "D".

David W. Hibbs
Director, Engineering