

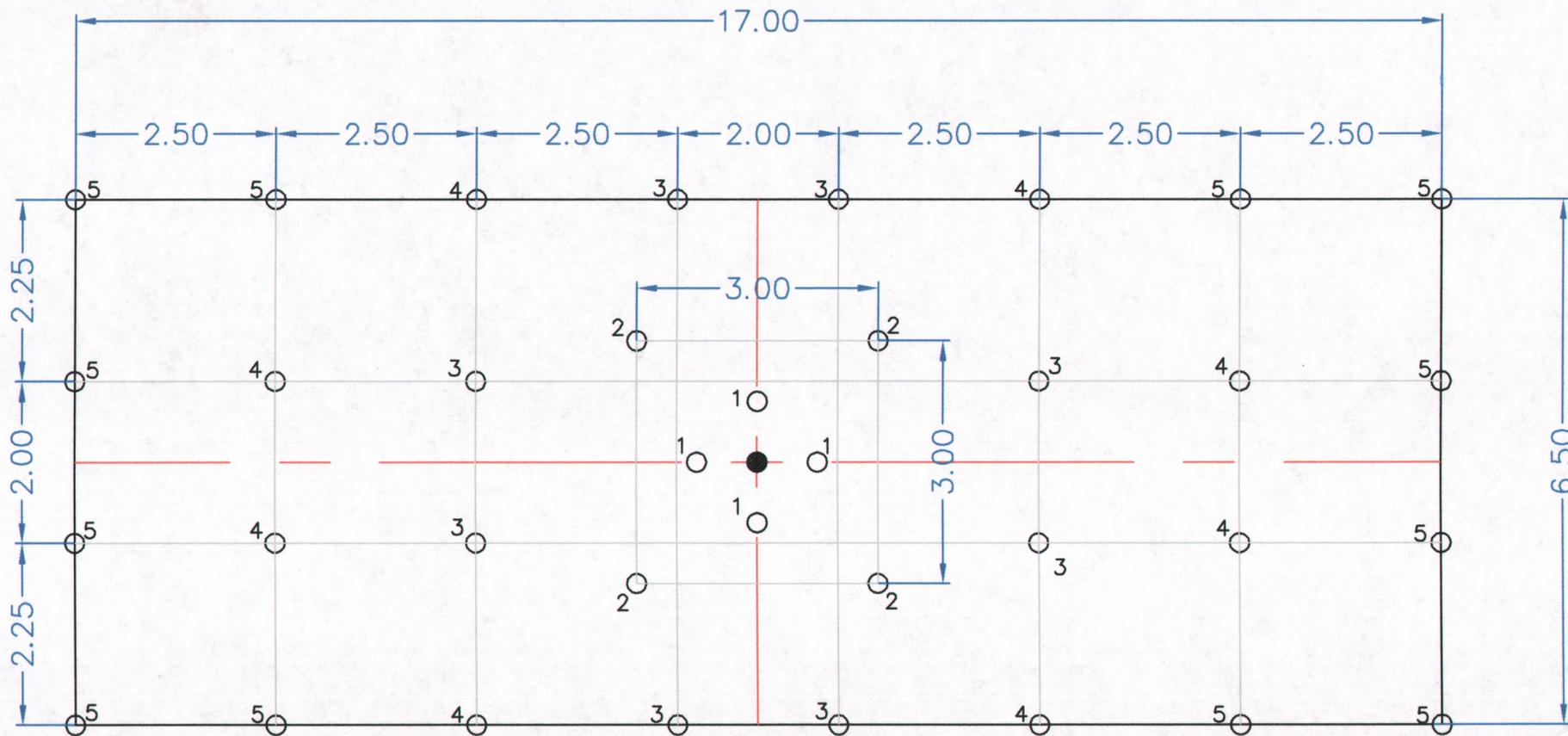
APPENDIX 5-24

Crandall Canyon Mine Blasting Plans

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LEGEND:

- - Burn Hole (Not Shot)
- - Shot Hole with sequence number

Note:

37 Holes/ 36 Shot Holes
 7' in Depth
 2½' Stemming
 MAX 7lbs. explosive per hole
 Permissible explosive Ireco B from
 Dyno Nobel Inc. 1 1/4" dia x 12"

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Certified Blaster

JASON WAITE
 #127

[Signature]
 19 Aug 03

 <small>P.O. Box 1077, Pocatello, UT 84301 704 North "C" Canyon Road, East Carbon, UT Telephone: (435) 251-0200 Fax: (435) 251-0202</small>	
CRANDALL CANYON MINE SOUTH PORTAL SURFACE BLASTING PLAN	
BY: <i>ARK-R</i>	ACAD EMP: <i>5-24-1</i>
DATE: <i>08/08/03</i>	PLATE #: <i>5-24-1</i>
SCALE:	

AFFIDAVIT OF PUBLICATION

STATE OF UTAH)

ss.

County of Emery,)

I, Ken Larson, on oath, say that I am the Publisher of the Emery County Progress, a weekly newspaper of general circulation, published at Castle Dale, State and County aforesaid, and that a certain notice, a true copy of which is hereto attached, was published in the full issue of such newspaper for 1 (One) consecutive issues, and that the first publication was on the 12th day of August, 2003 and that the last publication of such notice was in the issue of such newspaper dated the 12th day of August, 2003.

Ken G. Larson

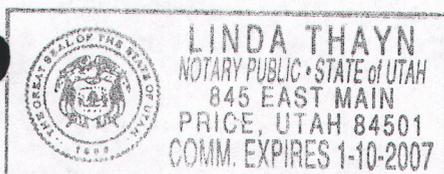
Ken G Larson - Publisher

Subscribed and sworn to before me this 12th day of August, 2003.

Linda Thayne

Notary Public My commission expires January 10, 2007 Residing at Price, Utah

Publication fee, \$28.95



PUBLIC NOTICE
SURFACE BLASTING SCHEDULE

GENWAL Resources, Inc. will be conducting initial surface blasting operations for its new underground portals at the Crandall Canyon Mine starting on August 16, 2003.

The operator is GENWAL Resources, Inc, Huntington, Utah, 435-687-5420. The blasts will take place at three new portals located on the GENWAL mine site.

Blasts can occur daily for this period during the daylight hours only (6:00 am to 8:00 pm).

The entrance to the permit area will have signs reading "Blasting Area" and "Warning! Explosives in Use" and a description of the Warning and All Clear signals. Published in the Emery County Progress August 12, 2003.

INCORPORATED

AUG 18 2002

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AFFIDAVIT OF PUBLICATION

STATE OF UTAH)

ss.

County of Carbon,)

I, Ken Larson, on oath, say that I am the Publisher of the Sun Advocate, a twice-weekly newspaper of general circulation, published at Price, State a true copy of which is hereto attached, was published in the full issue of such newspaper for 1 (One) consecutive issues, and that the first publication was on the 12th day of August, 2003, and that the last publication of such notice was in the issue of such newspaper dated the 12th day of August, 2003.

Ken G. Larson

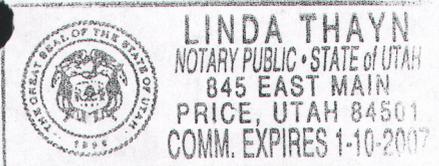
Ken G Larson - Publisher

Subscribed and sworn to before me this 12th day of August, 2003.

Linda Thayne

Notary Public My commission expires January 10, 2007 Residing at Price, Utah

Publication fee, \$ 40.40



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Published in the Sun Advocate August 12, 2003.

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APPENDIX 5-24
RESOURCE AND RECOVERY PROTECTION PLAN
APPROVAL LETTER

INCORPORATED
APR 15 2005
DIV OF OIL GAS & MINING



United States Department of the Interior



BUREAU OF LAND MANAGEMENT

Utah State Office

P.O. Box 45155

Salt Lake City, UT 84145-0155

<http://www.blm.gov>

IN REPLY PLEASE REFER TO:

UTU-78953

(UT-924)

Pamela Grubaugh-Littig
 Permit Supervisor
 State of Utah
 Division of Oil Gas and Mining
 1594 West North Temple Street, Suite 1210
 Salt Lake City, Utah 84114-5801

NOV 12 2004

Re: Resource Recovery and Protection Plan (R2P2), Federal Coal Lease Addition, UTU-78953, South Crandall Mine, GENWAL Resources, Inc., C/015/0032

Dear Ms. ^{Pam}Grubaugh-Littig:

The Bureau of Land Management (BLM) has received and reviewed the subject R2P2 as part of the permit application package for adding Federal coal lease UTU-78953 to the approved Crandall Canyon Mine Permit. This letter documents the BLM's finding for the R2P2. The surface lands associated with the coal lease are National Forest lands.

GENWAL Resources, Inc. has submitted the Permit Application Package (the R2P2 being part of the submission) to add the new South Crandall coal lease (UTU-78953) to the existing Crandall Canyon Mine. New portals to access this lease have been driven into the coal seam on private land on the south side of the canyon. Coal processing and handling will use existing facilities. The addition of the Federal lease constitutes the bulk of the minable coal reserves on the south side of Crandall Canyon and will extend the life of this mine for about 8 years. All mining on this new lease will be by underground mining methods and by access gained from adjacent underground mine workings on private land. The R2P2 mining plans will extend potential longwall and room and pillar panels into the new lease. The R2P2 has been reviewed by this office and has been determined to be complete and a logical plan to mine the Federal coal.

The BLM finds the submitted R2P2 (as conditioned below) is in compliance with the Mineral Leasing Act of 1920, as amended, the lease terms and conditions, the regulations at 43 CFR 3480, and will achieve Maximum Economic Recovery of the Federal coal.

Concern has been raised by the Forest Service about loss of surface waters in areas where two seam full-extraction mining is proposed within Little Bear Canyon with less than 600 feet of overburden. They have expressed their concern that mining in Little Bear Canyon where the

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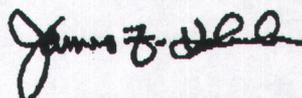
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overburden is less than 600 feet could divert surface waters into the mine workings. This concern has been raised because Little Bear Canyon is designated as a municipal watershed in the Forest Plan.

The BLM recommends the Assistant Secretary approve the R2P2 as proposed by the company, except that full extraction mining in the both seams not be authorized in Little Bear Canyon with less than 600 feet of overburden (in the second panel from the south) until it is determined that both seams can be mined without adverse impacts to the Little Bear Canyon municipal watershed. We will continue to work with the Forest Service to address their concerns. Final approval of which coal seams will be mined in the area in question will be addressed as a modification to the approved R2P2.

If you have any questions, please contact Jeff McKenzie of my staff at (801) 539-4038 or Stephen Falk at the Price Field Office (435) 636-3605.

Sincerely,



James F. Kohler
Chief, Solid Minerals Branch

cc: Office of Surface Mining
1999 Broadway, Suite 3320
Denver, Colorado 80202-5733

Price Field Office/UT-070

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