

0061



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>



*gk C/O 15/032 Incoming
cc: Steve C.
Wayne PFO*

IN REPLY REFER TO:

JUL 02 2008

3480
UT (923)
SL-062648

Certified Mail –Return Receipt Requested 7007 3020 0000 4147 5895

Mr. David Hibbs
Director, Engineering
UtahAmerican Energy, Inc.
P.O. Box 1077
Price, Utah 84501

Re: Portal Stoppings/Dewater System Correction, North Crandall Canyon Mine

Dear Mr. Hibbs:

To comply with the Bureau of Land Management's (BLM) notice of noncompliance dated January 18, 2008, UtahAmerican Energy, Inc. (UEI), submitted on May 15, 2008, revised plans for the Block Wall/Portal Seals and Dewater System at the subject mine. The plans show detailed drawings of the block walls and the water collection system along with discussions for the repair and installation the Block Wall/Dewater System.

In summary, the plans call for adding a second block wall conjoined to the first wall in portals 1 through 4 (left to right) with the backfilled 5th portal return, left as is with a designed French Drain for water collection. The block walls will have discharge pipes as depicted on the design drawings and a collection system to the low spot/sump in the intake portal and then to the proper discharge location.

The BLM agrees with the repair/design of the block walls and discharge system and approves the submittal upon complying with the following conditions:

1. The repair or second block wall (in portals 1 through 4, left to right) will be keyed or tied into the rib, roof, and floor as well as to the existing (1st) block wall.
2. The same block walls shall have sampling tubes installed for air sampling the mine atmosphere inby the seals.
3. The slurry filled block wall planned for the intake portal sump needs further detail with dimensions in the design plan.

RECEIVED

JUL 07 2008

1

DIV. OF OIL, GAS & MINING

In acceptance of these conditions, UEI shall revise the design drawings showing the above items on the plan and submit these revisions within 5 days of receipt of this letter. Upon verification of the complete and proper installation of the system, UEI North Crandall Mine will be in compliance with the mine plan on this issue. However, this is not an approval for mine sealing under BLM regulations.

The block wall/portal stoppings and dewatering system plan complies with the Mineral Leasing Act of 1920, as amended, the regulations at 34 CFR 3480, and the lease terms and conditions. Instillation of the proposed plan will protect the coal resource and the public safety.

If you have any questions, please contact either Stephen Falk (435-636-3605) or Steven Rigby (435-636-3604) at the Price Field Office or Jeff McKenzie (801-539-4038) of my staff.

James F. Kohler
JAMES F KOHLER

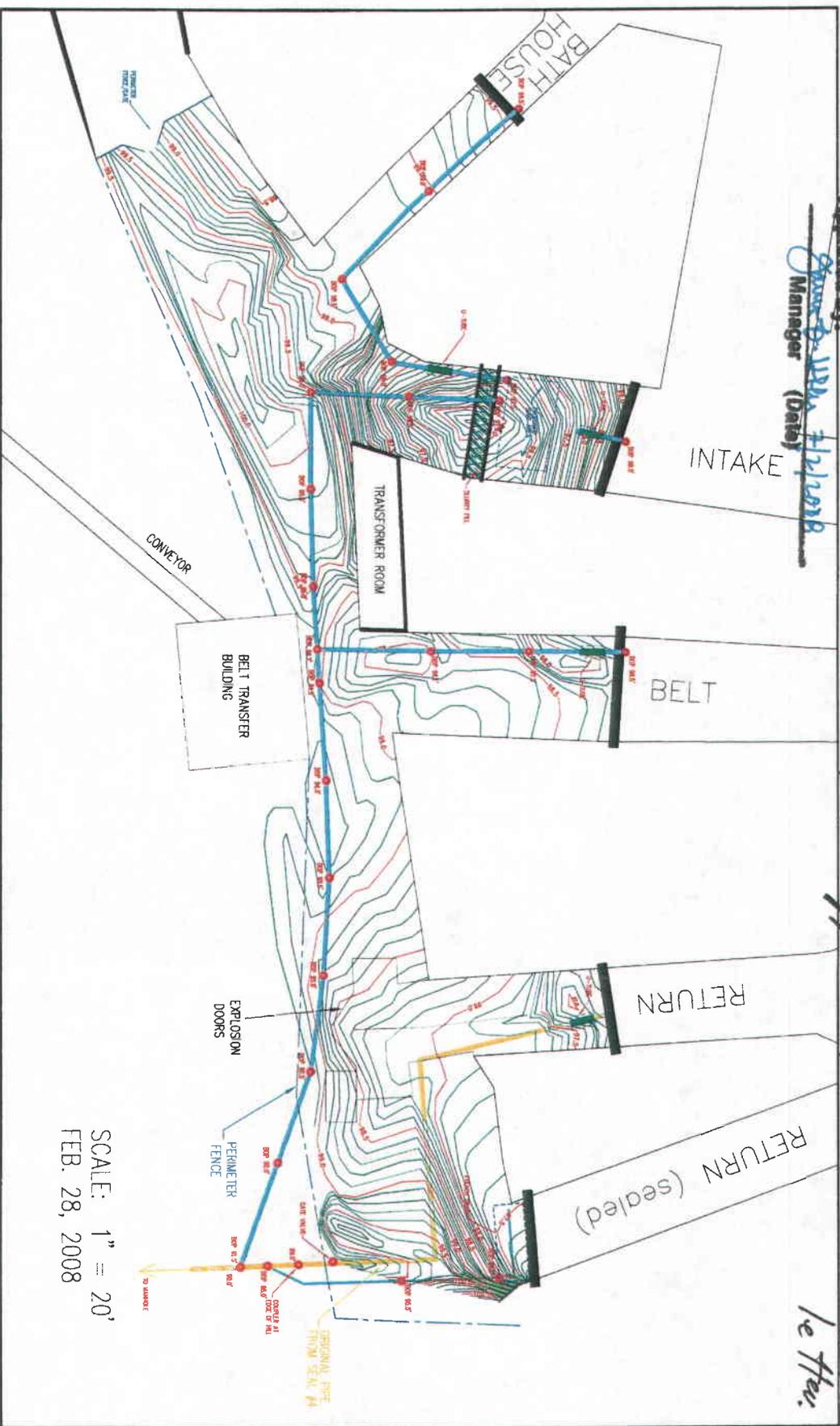
Chief, Solid Minerals Branch

cc: PFO
Utah Division of Oil, Gas, and Mining (Attn. Daron Haddock), 1594 West North Temple,
Suite 1210, Box 145801, Salt Lake City, UT 84114-5801
Files - UTU-68082
Chron File

*** MINING PLAN APPROVED BY BUREAU OF LAND MANAGEMENT**

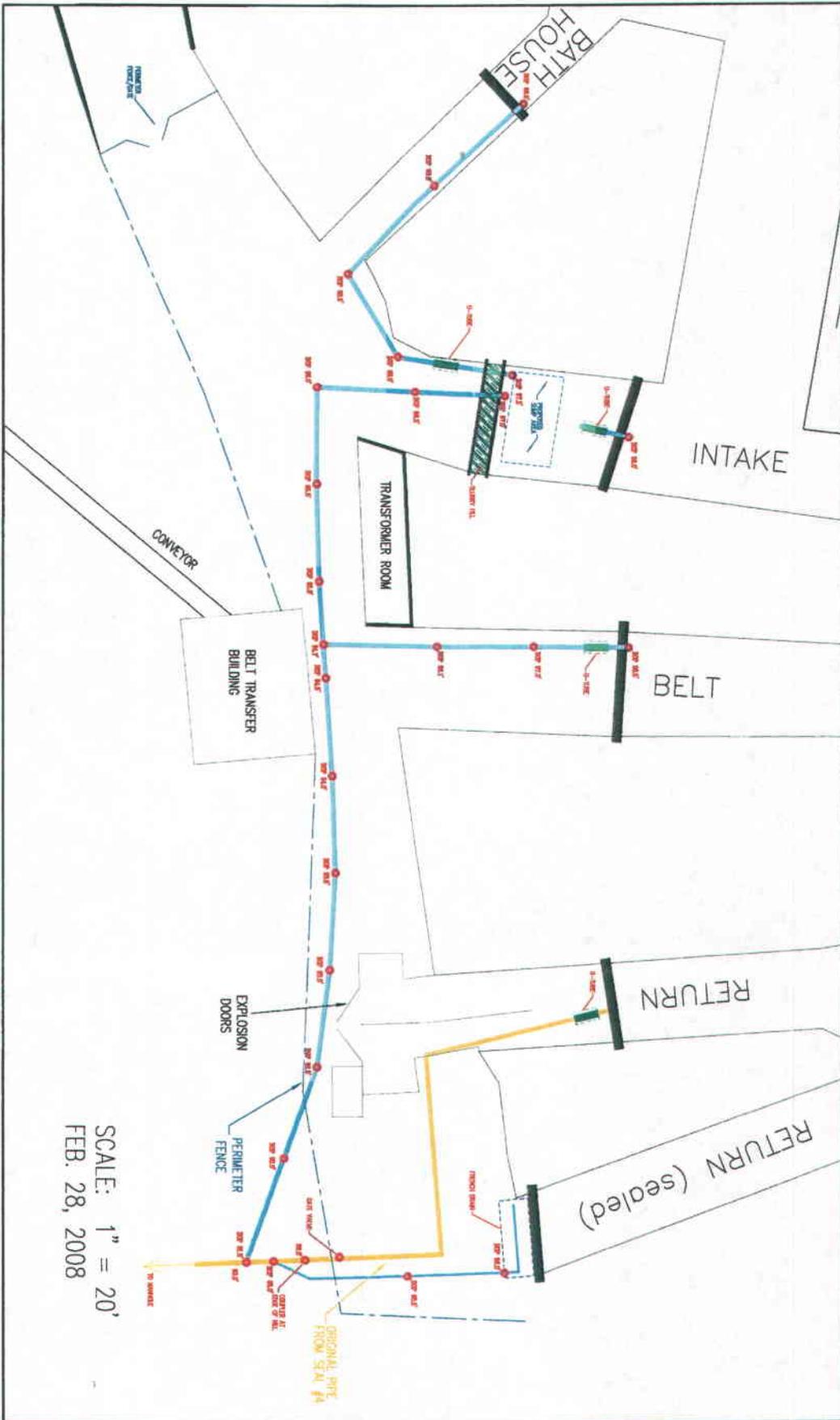
Recommended By: [Signature] 2 July 2008
 Mining Engineer (Date)

Approved By: [Signature] 2 July 2008
 Manager (Date)

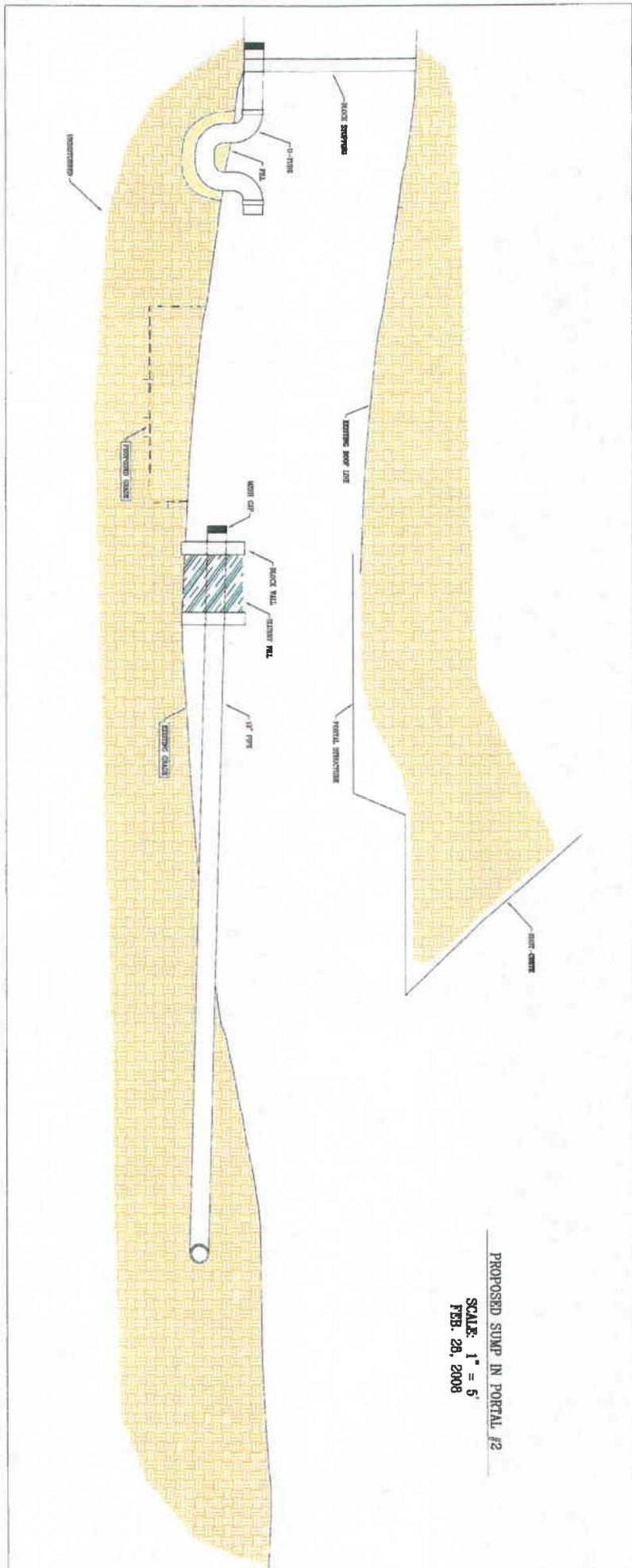


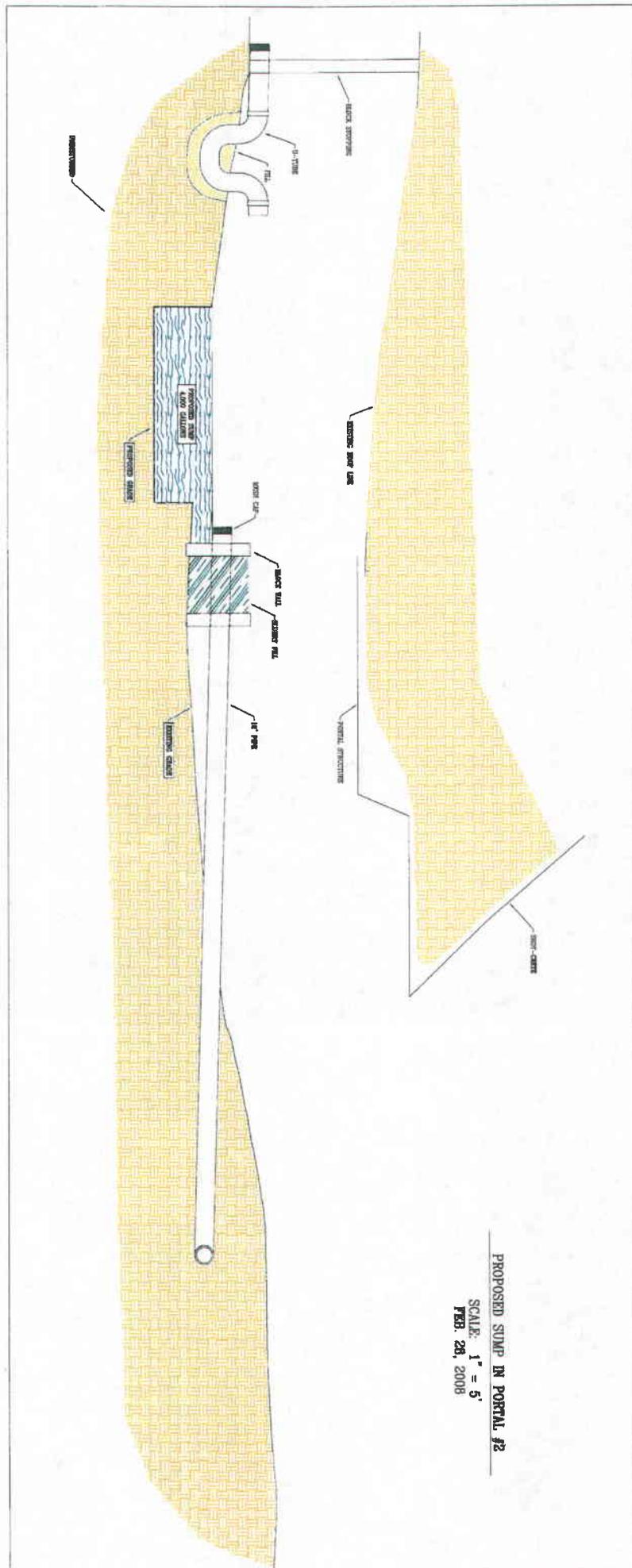
* Conditional approval. Please refer to attached sheet.

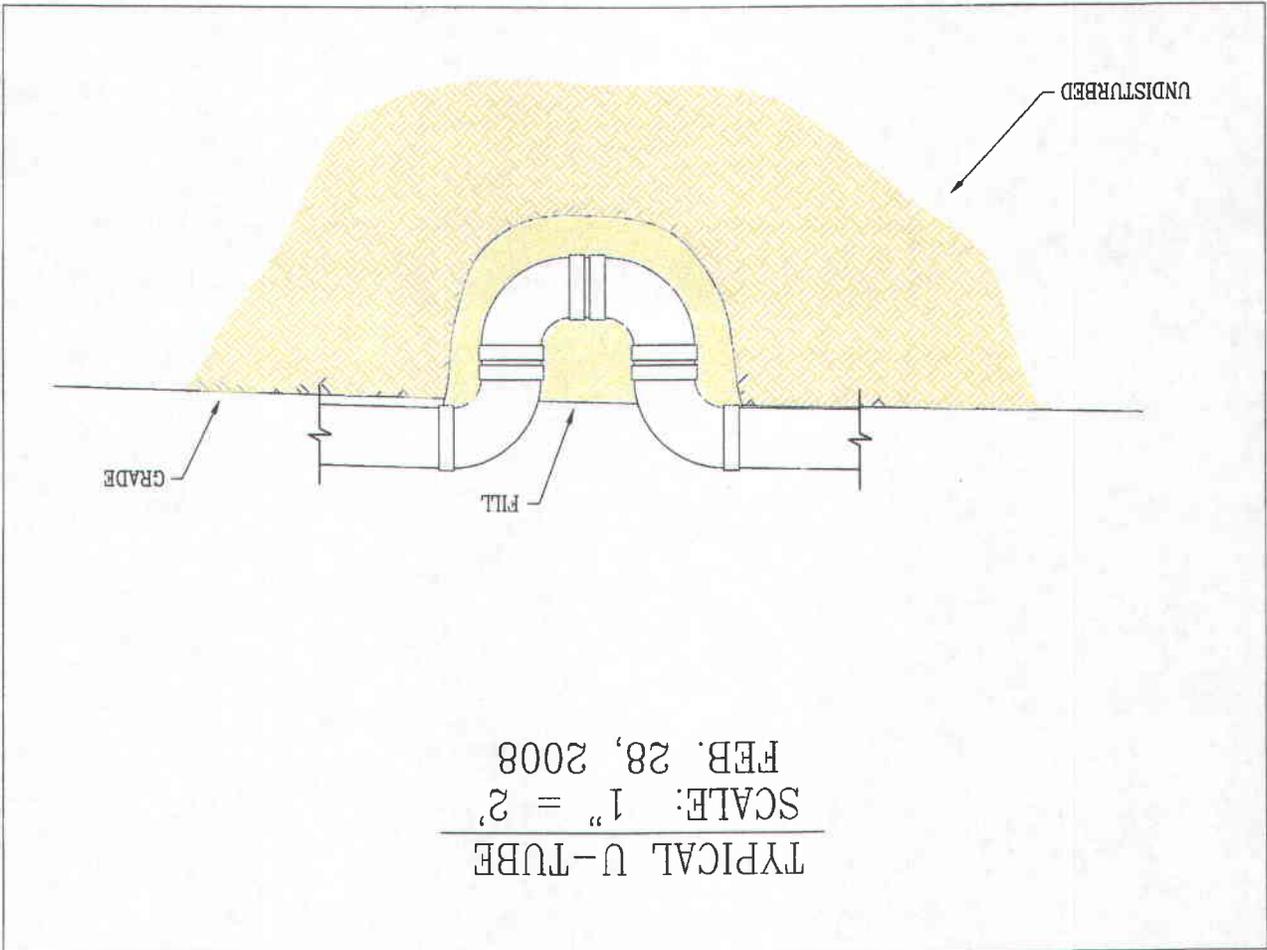
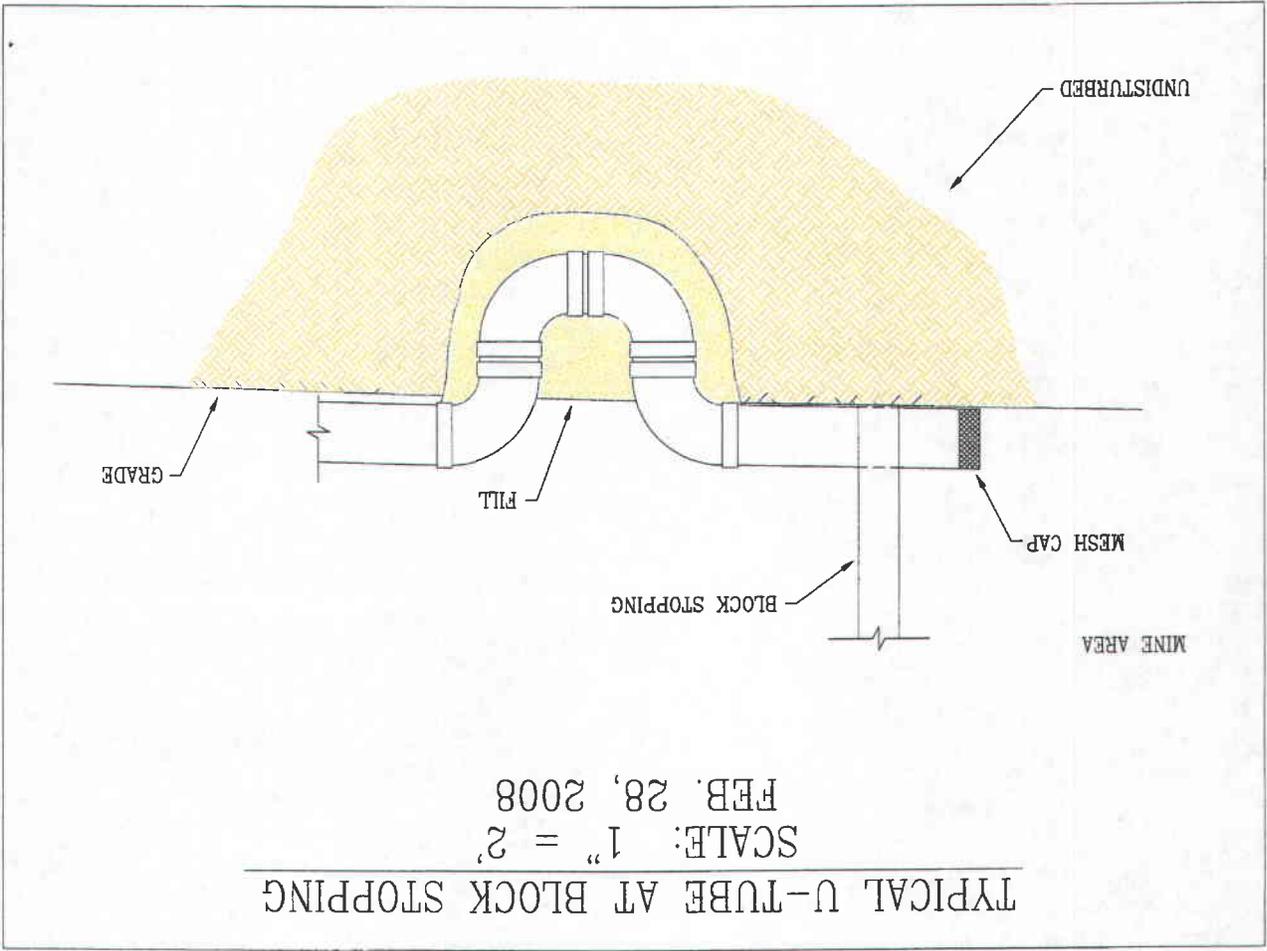
SCALE: 1" = 20'
 FEB. 28, 2008



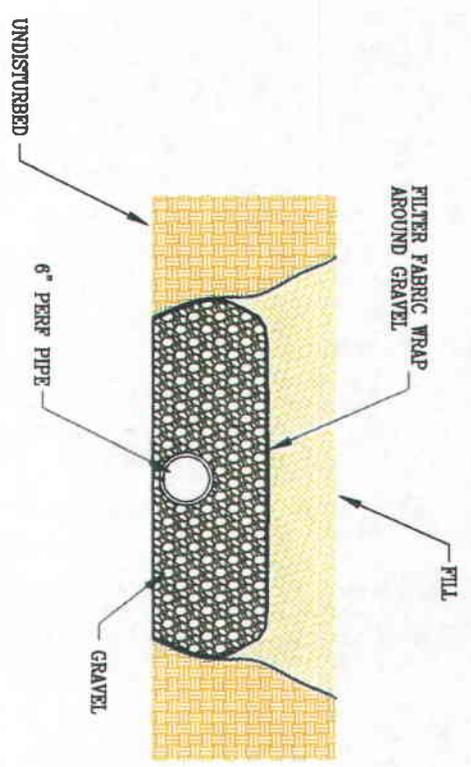
SCALE: 1" = 20'
FEB. 28, 2008



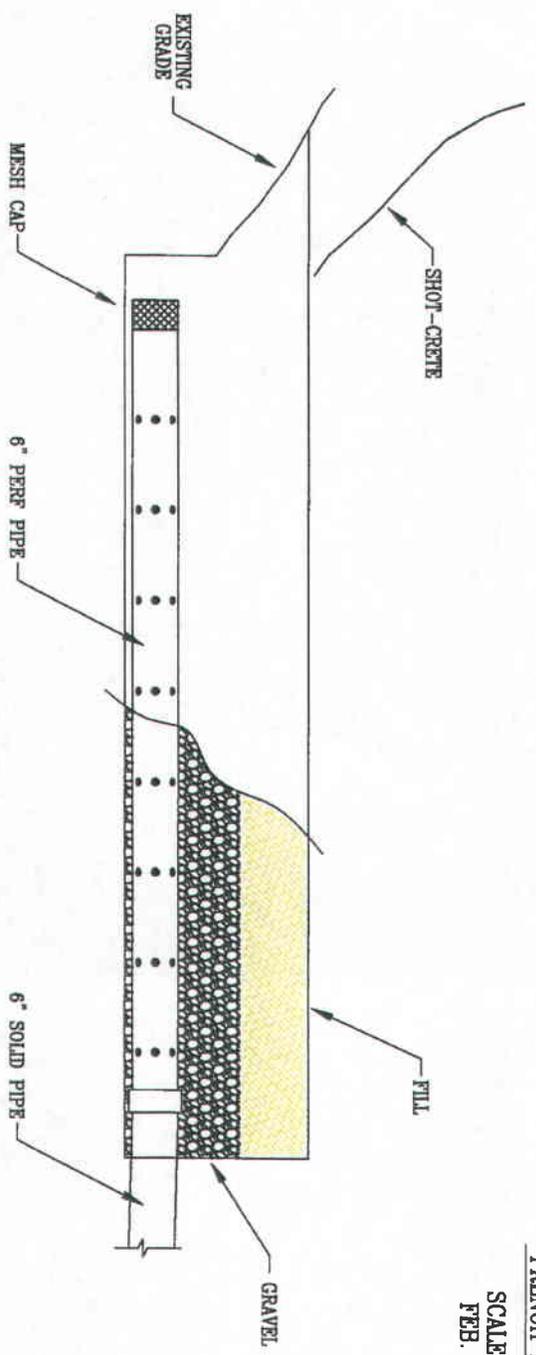




Page 5 of 6



FRENCH DRAIN DETAIL
SCALE: 1" = 2'
FEB. 28, 2008



FRENCH DRAIN DETAIL
SCALE: 1" = 2'
FEB. 28, 2008