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State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

July 31, 2012

Outgoing
C0150032

#4136
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David Hibbs, Resident Agent
Genwal Resources, Inc.
P.O. Box 910
East Carbon, UT 84520-0910

Subject: Phase I Bond Release East Mountain, Genwal Resources, Inc., Crandall Canyon Mine, C/015/0032, Task ID #4136

Dear Mr. Hibbs:

In light of on-going reclamation and drainage control work currently being performed on the East Mountain drill pad area, the Division is unable to process your amendment for Phase I Bond Release (received June 21st, 2012). As a result, the amendment is being returned to you at this time.

Once the pack trail has been re-established and the additional sediment control/stabilization measures have been implemented on the slide area, the Division will be able to make a determination on the appropriate timing for submission of a Phase I bond release application.

The plans as submitted are denied. If you have any questions, please feel free to contact me (801) 538-5325.

Sincerely,

Daron R. Haddock
Coal Program Manager

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