



Alton Coal Development, LLC

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Cedar City, Utah 84720

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July 7, 2015

Mr. Daron R. Haddock
Coal Program Manager
Utah Division of Oil, Gas, and Mining
1594 West North Temple
Salt Lake City, UT 84114-5801

Re: Permit Renewal, Coal Hollow Mines, Alton Coal Development, LLC., Permit No. C/025/0005

Dear Mr. Haddock,

On behalf of Alton Coal Development, LLC, this letter serves as the application for renewal of the Coal Hollow Mine Permit No. C/025/0005 for an additional five year term extending from November 8, 2015. This application is complete and accurate and meets the requirements of Utah Admin. Code R645-303-232 as follows:

Utah Admin. Code R645-303-232.100. This application is timely filed within 120 days prior to expiration on November 8, 2015. The original permit issued on November 8, 2010 was amended on March 21, 2014 to allow high wall mining and amended on June 19, 2015 to allow underground mining. The original term of the permit applies to both amendments.

Utah Admin. Code R645-303-232.220. The required evidence of liability insurance is provided by the Certificate of Liability Insurance dated December 8, 2014, on file with the Utah Division of Oil Gas and Mining ("Division") for the Coal Hollow operation.

Utah Admin. Code R645-303-232.230. The required evidence of performance bond coverage is provided by Surety Bond Number SUR60000010 on file with the Division. Alton Coal has satisfied the requirements of Division Order 15-A and the current bond coverage is summarized in Chapter 8 of the Mining and Reclamation Plan, including a detailed cost estimate discussed at Section 830.140 and supporting calculations at Appendix 8-1.

Utah Admin. Code R645-303-232.240 . The proposed newspaper notice as required by R645-300-121.100 is attached hereto.

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This information is adequate to allow the Division to proceed with approval pursuant to Utah Admin. Code R. 645-303-233. Please contact me should you have any questions.

Respectfully submitted,

Alton Coal Development, LLC



Kirk Nicholes

APPLICATION FOR COAL PERMIT PROCESSING

Permit Change New Permit Renewal Exploration Bond Release Transfer

Permittee: Alton Coal Development, LLC

Mine: Coal Hollow

Permit Number: C/025/0005

Title: Permit Renewal

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

Permit Renewal required under Utah Admin. Code R645-303-230

Instructions: If you answer yes to any of the first eight (gray) questions, this application may require Public Notice publication.

- Yes No 1. Change in the size of the Permit Area? Acres: _____ Disturbed Area: _____ increase decrease.
- Yes No 2. Is the application submitted as a result of a Division Order? DO# _____
- Yes No 3. Does the application include operations outside a previously identified Cumulative Hydrologic Impact Area?
- Yes No 4. Does the application include operations in hydrologic basins other than as currently approved?
- Yes No 5. Does the application result from cancellation, reduction or increase of insurance or reclamation bond?
- Yes No 6. Does the application require or include public notice publication?
- Yes No 7. Does the application require or include ownership, control, right-of-entry, or compliance information?
- Yes No 8. Is proposed activity within 100 feet of a public road or cemetery or 300 feet of an occupied dwelling?
- Yes No 9. Is the application submitted as a result of a Violation? NOV # _____
- Yes No 10. Is the application submitted as a result of other laws or regulations or policies?

Explain: _____

- Yes No 11. Does the application affect the surface landowner or change the post mining land use?
- Yes No 12. Does the application require or include underground design or mine sequence and timing? (Modification of R2P2)
- Yes No 13. Does the application require or include collection and reporting of any baseline information?
- Yes No 14. Could the application have any effect on wildlife or vegetation outside the current disturbed area?
- Yes No 15. Does the application require or include soil removal, storage or placement?
- Yes No 16. Does the application require or include vegetation monitoring, removal or revegetation activities?
- Yes No 17. Does the application require or include construction, modification, or removal of surface facilities?
- Yes No 18. Does the application require or include water monitoring, sediment or drainage control measures?
- Yes No 19. Does the application require or include certified designs, maps or calculation?
- Yes No 20. Does the application require or include subsidence control or monitoring?
- Yes No 21. Have reclamation costs for bonding been provided?
- Yes No 22. Does the application involve a perennial stream, a stream buffer zone or discharges to a stream?
- Yes No 23. Does the application affect permits issued by other agencies or permits issued to other entities?

Please attach one (1) review copy 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.

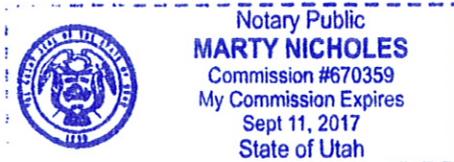
B. Kirk Nicholes
Print Name

B. Kirk Nicholes
Sign Name, Position, Date

Subscribed and sworn to before me this 7 day of July, 2015

Marty Nicholes
Notary Public

My commission Expires: 9-11, 2015 }
Attest: State of Utah } ss:
County of Iron



For Office Use Only:	Assigned Tracking Number:	Received by Oil, Gas & Mining

Legal Notice

Alton Coal Development, LLC has filed a complete application with the Utah Department of Natural Resources, Division of Oil, Gas & Mining for permit renewal for the Coal Hollow Mine, C/025/0005. Alton Coal Development, LLC operates the Coal Hollow Mine which is located on private land near the town of Alton, Utah.

The following described the permit area in which the permittee is authorized to conduct mining and reclamation activities:

TOWNSHIP 39 SOUTH-RANGE 05 WEST. SLB&M

Section 30: All of Section Lot #1 (NW $\frac{1}{4}$ NW $\frac{1}{4}$); NE $\frac{1}{4}$ NW $\frac{1}{4}$; N $\frac{1}{2}$ NE $\frac{1}{4}$; ALSO: BEGINNING 3.50 chains West of the East Quarter corner of Said Section 30, and running South $34^{\circ} 34'$ West 22.64 chains of the 1/16 section line; thence West 2.64 chains to the Southwest corner of NE $\frac{1}{4}$ SE $\frac{1}{4}$ of Said Section 30; thence North 40.00 chains; thence East 20.00 chains; thence South 14.69 chains; thence southwesterly to the point of beginning...containing 217.64 acres, more or less.

TOWNSHIP 39 SOUTH-RANGE 05 WEST. SLB&M

Section 29: BEGINNING at the Northwest corner of Said Section 29, and running thence South 34.69 chains; thence North $33^{\circ} 22'$ East 35.50 chains; thence North 40° West 0.58 chains; thence North $37^{\circ} 30'$ East 12.30 chains; thence West 22.23 chains to the point of beginning...containing 36.04 acres, more or less.

TOWNSHIP 39 SOUTH-RANGE 05 WEST. SLB&M

Section 19: SW $\frac{1}{4}$ SE $\frac{1}{4}$, E $\frac{1}{2}$ SE $\frac{1}{4}$., SE $\frac{1}{4}$ NE $\frac{1}{4}$...containing 160.0 acres, more or less.

TOWNSHIP 39 SOUTH-RANGE 05 WEST. SLB&M

Section 20: SW $\frac{1}{4}$...containing 160.00 acres, more or less.

TOWNSHIP 39 SOUTH-RANGE 05 WEST. SLB&M

Section 30: BEGINNING at a point 5.3 I chains North of the E $\frac{1}{4}$ corner of Said Section 30, and running thence South 45.31 chains; thence West 20.00 chains; thence North 20.00 chains; thence East 2.64 chains; thence North $34^{\circ} 34'$ East 22.64 chains to the 1/16 section line; thence North $33^{\circ} 22'$ East to the point of beginning...containing 61.96 acres, more or less.

TOWNSHIP 39 SOUTH-RANGE 05 WEST, SLB&M

Section 29: BEGINNING at the Northeast Corner of the Northwest Quarter of Said Section 29, and running thence South 14.97 chains; thence West 73 degrees North, 12.41 chains; thence South 36 degrees 45 minutes West to the Quarter Section Line of Section 29; thence South 36 degrees 45 minutes West 15.61 chains; thence South 5.20 chains to the center section line of Section 29; thence South 20.0 chains; thence West 10.96 chains to the west section line of Section 29; thence North 20.0 chains to the Quarter Section Corner of Section 29; thence North 25.31 chains; thence North 33 degrees 22 minutes East 35.50 chains; thence in a Northwesterly direction 2 rods; thence North 37 degrees 30

minutes East 12.30 chains to the North Section Line of Section 29; thence East 17.77 chains to the point of beginning...containing 85.88 acres, more or less.

This legal description is for the permit area (721 acres) of the Coal Hollow Mine and included in the operation and reclamation plan on file at the Division. The permittee is authorized to conduct coal mining and reclamation operations connected with a surface mine on the foregoing described property subject to the leases and Conditional Use Permit issued by Kane County, including all conditions and all other applicable conditions, laws and regulations.

The address of the applicant is: Alton Coal Development, LLC
 463 North 100 West, Suite 1
 Cedar City, Utah 84720

After filing, copies of this permit renewal will be available for inspection at the Kane County Court House, and at the Utah Division of Oil, Gas & Mining website under Coal Permit files.

Written comments or requests regarding this permit renewal must be made within thirty (30) days of the last publication of this notice, and may be addressed to the Utah Division of Oil, Gas & Mining, 1594 West North Temple, Suite 1210, Salt Lake City, Utah 84114-5801.