



Coastal
The Energy People

KENNETH E. MAY
GENERAL MANAGER
SOUTHERN UTAH FUEL COMPANY

RECEIVED

AUG 30 1993

DIVISION OF
OIL, GAS & MINING

August 25, 1993

Mr. Daron Haddock
Division of Oil, Gas and Mining
355 West North Temple
3 Triad Center, Suite 350
Salt Lake City, Utah 84180-1203

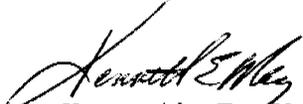
Dear Daron:

Please find enclosed three copies of an Application For a Permit Change which addresses exploration drilling. Please note that the total disturbed area due to this drilling is estimated to be only 9.1% (6.3 acres) of our total Mine Permit disturbed area and that this exploration drilling does not meet any of the conditions requiring a permit change given in R645-303-224.

Access to the drill sites will use existing Forest Service roads or wheel tracks where possible in order to keep surface disturbance from road building at a minimum. Otherwise surface disturbance will be limited to the drill sites.

SUFCo will arrange for a tour of the proposed drill sites should DOGM or other interested agencies request one. SUFCo would like to have approval of this permit change by April 1994 to allow sufficient time to select and contract drillers, conduct inspections with the Forest Service, and make other necessary arrangements prior to conducting the actual drilling in June 1994.

Sincerely,
SOUTHERN UTAH FUEL COMPANY


Kenneth E. May,
General Manager

KEM/CMK:jad

Southern Utah Fuel Company

A SUBSIDIARY OF THE COASTAL CORPORATION
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