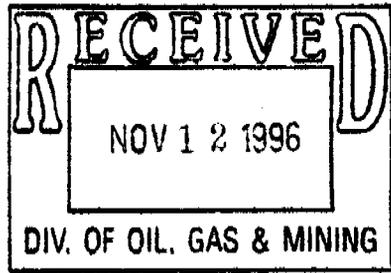


01/002#2
cc: Pam

0007

LAW OFFICES OF
KIMBALL, PARR, WADDOUPS, BROWN & GEE
A PROFESSIONAL CORPORATION
SUITE 1300
185 SOUTH STATE STREET
POST OFFICE BOX 11019
SALT LAKE CITY, UTAH 84147-0019
TELEPHONE (801) 532-7840
TELECOPIER (801) 532-7750

JOHN M. BURKE



VIA FACSIMILE

November 8, 1996

The Richfield Reaper
65 West Center
Richfield, Utah 84701-0730

Attn: Mark Fuellenbach, Publisher

Re: Public Notice

Dear Mr. Fuellenbach

Please find attached hereto a public notice which I request that you publish in the November 13, 1996 edition of The Richfield Reaper. It is critical that the notice be published on that date. I also request that you provide me an affidavit of publication. I am sending a copy of this letter and the public notice by Federal Express for delivery at your office on Monday, November 11, 1996.

Please send the bill for the publication and the affidavit to my attention at the address on the letterhead. If you have any questions regarding the notice, please do not hesitate to contact me at (801) 532-7840.

Very truly yours,

John M. Burke

Enclosure

cc: David M. Arnolds
Clayton J. Parr
Daron Haddock

JMB/wm

PUBLIC NOTICE
Application for Permit Transfer
Canyon Fuel Company, LLC
SUFCo Mine

Notice is hereby given that Canyon Fuel Company, LLC, 555 Seventeenth Street, Denver, Colorado 80202, on or about November 13, 1996, submitted an Application for Permit Transfer for Permit No. ACT/041/002, covering operations related to the SUFCo mine, to the State of Utah, Department of Natural Resources, Division of Oil, Gas, and Mining. The current permittee, Coastal States Energy Company, Nine Greenway Plaza, Houston Texas 77046, will be merged into the Canyon Fuel Company, LLC. In conjunction with the anticipated change in the name of the owner of the mining operations, the Canyon Fuel Company, LLC filed the Application for Permit Transfer in advance of closing to obtain approval for the transfer from the Division of Oil, Gas, and Mining.

Copies of the complete application for transfer are available for public inspection at the offices of the Sevier County Recorder, 250 North Main, Richfield, Utah 84701 and the Utah Division of Oil, Gas, and Mining offices, 1594 West North Temple, Suite 1210, Salt Lake City, Utah 82114-5801.

The permit area is located in the Northeastern corner of Sevier County. Approval by the Division of Oil, Gas, and Mining will allow mining operations to continue in the permit area.

The legal description of the lands constituting the mine area follows:

LEGAL DESCRIPTION

<u>Federal Lease</u>	<u>Originally Issued To</u>	<u>Date of Issuance</u>
Utah - 0149084	Southern Utah Fuel Co.	6/01/66
Utah - 062453	Heiner Coal Company	3/01/62
	Southern Utah Fuel Co.	
	Equipment Rental Service	
SL - 062583	Lorenzo R. Hansen	9/11/41

Utah - 28297	Coastal States Energy Co.	1/01/79
Utah - 47080	Coastal States Energy Co.	10/01/81
Utah - 63214	Coastal States Energy Co.	7/01/89

The legal descriptions of the above-listed coal leases and properties held in fee are:

Federal Coal Lease Serial Utah-0149084

T. 22 S., R. 4 E., SL Meridian, Utah

Sec. 12: NE-1/4 and N-1/2 SE-1/4
containing 240 acres;

Federal Coal Lease Serial SL-062583

T. 21 S., R. 4 E., SL Meridian, Utah

Sec. 36: S-1/2;

T. 21 S., R. 5 E., SL Meridian, Utah

Sec. 31: All;

T. 22 S., R. 4 E., SL Meridian, Utah

Sec. 1: Lots 1 to 4 incl., S-1/2 N-1/2, S-1/2;

Sec. 12: NW 1/4;

T. 22S., R. 5 E., SL Meridian, Utah

Sec. 6: All;

Sec. 7: N-1/2 NE-1/4, E-1/2 NW-1/4

containing 2202.77 acres;

Federal Coal Lease Serial Utah-062453

T. 21 S., R. 5 E., SL Meridian, Utah

Sec. 28: SW-1/4 SW-1/4;

Sec. 29: SE-1/4 SE-1/4;

Sec. 32: N-1/2;

Sec. 33: W-1/2 NW-1/4;

containing 480.00 acres;

Federal Coal Lease Serial Utah-028297

T. 21 S., R. 5 E., SL Meridian, Utah

Sec. 32: Lots 1-4, N-1/2 S-1/2;

Sec. 33: Lot 1, NW-1/4 SW-1/4;

Sec. 34: All;
Sec. 35: Lots 1, 2, W-1/2 NW-1/4, N-1/2 SW-1/4;
T. 22 S., R. 5 E., SL Meridian, Utah
Sec. 3: Lots 1-4, S-1/2 N-1/2, NE-1/4 SW-1/4,
S-1/2 SW-1/4, N-1/2 SE-1/4, SW-1/4 SE-1/4;
Sec. 4: Lots 1, 2, S-1/2 NE-1/4, SE-1/4 SE-1/4;
Sec. 9: NE-1/4 NE-1/4;
Sec. 10: W-1/2 NE-1/4, NW-1/4, N-1/2 SW-1/4;
containing 9905.46 acres.

Fee Lands

The legal description of the coal lands owned in fee by the Applicant that are part of the mine area is:

T. 21 S., R. 5 E., SL Meridian, Utah
Sec. 29: SW-1/4, NW-1/4, W-1/2 NE-1/4, W-1/2 SE-1/4;
Sec. 30: S-1/2 NE-1/4, E-1/2 SE-1/4;
containing 640.00 acres.

T. 22 S., R. 4 E., SL Meridian, Utah
Section 18: NW-1/4 NE 1/4;
containing 40 acres

Written comments, objections, and requests for informal conferences on the Application for Permit Transfer must be submitted, within 30 days of the publication of this notice, to the Utah Division of Oil, Gas, and Mining, 1594 West North Temple, Suite 1210, Box 155801, Salt Lake City, Utah 84114-5801.

Published in the Richfield Reaper November 13, 1996.