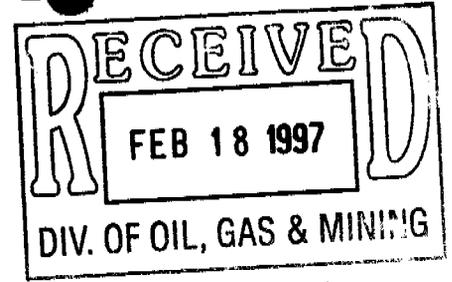




Canyon Fuel Company LLC
 6955 Union Park Center
 Suite 540
 Midvale, Utah 84047
 Telephone 801-569-4700
 Facsimile 801-569-4799



February 13, 1997

Mary Ann Wright, Associate Director
 Division of Oil, Gas & Mining
 1594 West North Temple, Suite 1210
 PO Box 145801
 Salt Lake City, UT 84114-5801

Re: Delegation of Authorization to Act on behalf of Mining Permit No. ACT/041/002
 for the SUFCO Mine.

#2

Copy from PFD

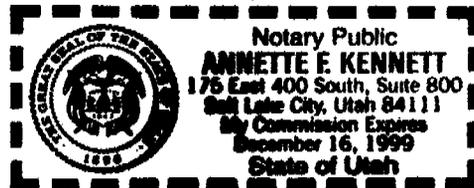
Dear Ms. Wright:

Canyon Fuel Company, LLC is the holder of Mining Permit ACT/041/002 for the SUFCO Mine. As identified in our November 13, 1996, Application for Permit Transfer which was approved by your office December 20, 1996, I am the Chief Executive Officer of Canyon Fuel Company.

In the interest of efficient management of the Mining Permit, I hereby authorize Ken May, General Manager of the SUFCO Mine, to act for and on behalf of Canyon Fuel Company's day-to-day operation and administration activities related to Mining Permit ACT/041/002 including permit revisions and amendments to the Mining and Reclamation Plan.

Written correspondence regarding the SUFCO Mine Permit should be addressed to:

Ken May, General Manager
 SUFCO Mine
 Canyon Fuel Company, LLC
 397 South 800 West
 Salina, UT 84654



Very truly yours,

Richard D. Pick

Richard D. Pick
 President and CEO

Signed before me this 13th day of February, 1997

Annette E. Kennett
 Notary Public