

CEDAR LAKE MINING, INC.

GAYOSA MINE, P-3795

ALABAMA SURFACE MINING COMMISSION

SURFACE MINING PERMIT APPLICATION

P A R T I

Prepared by:

MCGEHEE ENGINEERING CORP.

P. O. Box 3431

450 19th Street West

Jasper, Alabama 35502-3431

Telephone (205) 221-0686

STATE OF ALABAMA SURFACE MINING COMMISSION

- Transfer Application for a Surface Coal Mine
 Transfer Application for an Underground Coal Mine
 Transfer Application for a Preparation Facility

NAME OF CURRENT PERMITTEE: Taft Coal Sales & Associates, Inc.
ADDRESS: 3000 Riverchase Galleria, Suite 1700, Birmingham, AL 35244

PART I A. IDENTIFICATION

1. PERMIT APPLICANT

Name: Cedar Lake Mining, Inc.
Street Address: 7802 Highway 78
City: Cordova State: AL Zip: 35550
Mailing Address: 7802 Highway 78
City: Cordova State: AL Zip: 35550
Telephone Number: (205)-590-4245
Social Security Number (Voluntary): - -
Employer Identification Number:
ASMC License#: L-0775

2. ENTITY OR PERSON RESPONSIBLE FOR PAYING ABANDONED MINE LAND RECLAMATION FEES

Name: Cedar Lake Mining, Inc.
Street Address: 7802 Highway 78
City: Cordova State: AL Zip: 35550
Mailing Address: 7802 Highway 78
City: Cordova State: AL Zip: 35550
Telephone Number: (205)-590-4245
Social Security Number (Voluntary): - -
Employer Identification Number:
ASMC License#: L-0775

3. IDENTIFY THE OPERATOR FOR THIS MINE IF DIFFERENT FROM THE PERMITTEE

Name: SAME AS PERMITTEE
Street Address: _____
City: _____ State: _____ Zip: _____
Mailing Address: _____
City: _____ State: _____ Zip: _____
Telephone Number: () -
Social Security Number (Voluntary): - -
Employer Identification Number: _____
ASMC License#: _____

4. CONTACT PERSON FOR PERMIT REVIEW ISSUES AND CORRESPONDENCE

Name: McGehee Engineering, Corp.
Mailing Address: P. O. Box 3431, 450 19th Street West
City: Jasper State: AL Zip: 35502
Telephone Number: (205) 221-0686
Email Address: jwhitlock@mcgehee.org

PART I B. OWNERSHIP AND CONTROL

1. PERMIT APPLICANT OWNERSHIP AND CONTROL.

At the time of filing of this application provide an update of all information contained in the applicant's license file or certify that the information contained in the license is accurate and complete. The updated information shall be submitted on Part I A through Part I F of the License application form. Check one of the following:

A license update is included.

Information contained in the license file is accurate and complete at the time of filing of this application.

Following notification that the permit appears eligible for issuance, the applicant must certify that all information in this application and the license file pertaining to ownership and control, surface mining history and violation history is still valid or the applicant must submit the appropriate update information.

2. OPERATOR OWNERSHIP AND CONTROL.

If someone other than the permittee has been identified as the operator under this permit, an update of the ownership and control information contained in the operator's license file must be provided or certify that the information contained in the license file is accurate and complete. The updated information shall be submitted on Part I A through Part I F of the License application form. Check one of the following:

A license update is included.

Information contained in the license file is accurate and complete at the time of filing of this application.

Following notification that the permit appears eligible for issuance, the applicant must certify that all information in this application and the license file pertaining to ownership and control, surface mining history and violation history is still valid or the applicant must submit the appropriate update information.

3. CONTROL OF MINING OPERATION THROUGH CONTROL OF COAL TO BE MINED.

Provide the information below for any person or entity who owns or controls the coal to be mined under this permit and who, by lease, sublease, or other contract:

A. has the right to receive the coal after mining, or,

B. has the authority to determine the manner in which the operator or permittee conducts surface coal mining operations.

(USE ADDITIONAL SHEETS IN THE FORMAT BELOW IF NECESSARY)

Name: **Cedar Lake Mining, Inc.**

Street Address: **7802 Highway 78**

City: **Cordova** State: **AL** Zip: **35550**

Mailing Address: **7802 Highway 78**

City: **Cordova** State: **AL** Zip: **35550**

Telephone Number: **(205)-590-4245**

Social Security Number (Voluntary): **- -**

Employer Identification Number:

ASMC License#: **L-0775**

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS

1. OWNERSHIP OF PROPERTY TO BE MINED AND RIGHT OF ENTRY.

INSTRUCTIONS:

Show the property ownership boundaries of each parcel of land in the permit area on the permit map or an overlay of the same scale as the permit map. If the surface estate is severed from the mineral estate, show and describe the ownership of each estate separately. In the spaces below, identify:

1. Every current legal or equitable owner(s) of record (as found in a standard search of title) of the property;
2. The holders of record of any leasehold interest in the property; and,
3. Any purchaser of record under a real estate contract of the property.

Describe the basis of the applicant's legal right to enter and mine on all properties contained in the permit application. If the mineral estate has been severed from the surface estate, describe the basis of the legal right to enter and mine both the surface and mineral separately. Give the nature of such right (i.e. lease, deed, contract, etc.), where recorded, describe from whom, to whom, and the date executed and whether that right is the subject of pending litigation.

USE ADDITIONAL SHEETS IN THE FORMAT BELOW AS NECESSARY

Legal description of property or permit map symbol: (SEE PERMIT MAP)

Surface/Mineral/or Fee Simple (both): SURFACE

Legal owner(s) of record: JOHN & RUBY SIDES, JOHN C. JR. SIDES.

Address: 15 Dixie Springs Road City: Oakman State: AL Zip: 35579

Holders of leasehold interest: _____

Address: _____ City: _____ State: _____ Zip: _____

Purchasers under a real estate contract: _____

Address: _____ City: _____ State: _____ Zip: _____

Description of right to enter or mine:

Describe the type of document or conveyance which grants the right of entry, disturbance or mining. Indicate from whom the right was acquired and to whom the right was granted. If the grantor of the right is not the owner(s) of property, identify all grantors and grantees of the right beginning with the owner(s) and ending with the permit applicant.

Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigation Pending? (Yes or No) If yes, explain
Surface Use Agreement Pending	John & Ruby Sides, John C. Jr. Sides	Taft Coal Sales & Associates, Inc.	12-9-97 NE/SE 36- 15S-8W	NO
Assignment	Taft Coal Sales & Associates, Inc.	Seminole Coal Resources, LLC.	2-12-16	NO
Assignment	Seminole Coal Resources, LLC.	Cedar Lake Mining, Inc.	4-27-16	NO

Legal description of property or permit map symbol: (SEE PERMIT MAP)

Surface/Mineral/or Fee Simple (both): SURFACE

Legal owner(s) of record: JOHN C. SIDES, ETAL

Address: 15 Dixie Springs Road City: Oakman State: AL Zip: 35579

Holders of leasehold interest: _____

Address: _____ City: _____ State: _____ Zip: _____

Purchasers under a real estate contract: _____

Address: _____ City: _____ State: _____ Zip: _____

Description of right to enter or mine:

Describe the type of document or conveyance which grants the right of entry, disturbance or mining. Indicate from whom the right was acquired and to whom the right was granted. If the grantor of the right is not the owner(s) of property, identify all grantors and grantees of the right beginning with the owner(s) and ending with the permit applicant.

Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigation Pending? (Yes or No) If yes, explain
Surface Use Agreement	John C. Sides, ETAL	Taft Coal Sales & Associates, Inc.	7-26-95	NO
Assignment	Taft Coal Sales & Associates, Inc.	Seminole Coal Resources, LLC.	2-12-16	NO
Assignment	Seminole Coal Resources, LLC.	Cedar Lake Mining, Inc.	4-27-16	NO

Legal description of property or permit map symbol: (SEE PERMIT MAP)

Surface/Mineral/or Fee Simple (both): SURFACE

Legal owner(s) of record: UNIVERSITY OF ALABAMA

Address: P.O. Box 870106 City: Tuscaloosa State: AL Zip: 35487

Holders of leasehold interest: _____

Address: _____ City: _____ State: _____ Zip: _____

Purchasers under a real estate contract: _____

Address: _____ City: _____ State: _____ Zip: _____

Description of right to enter or mine:

Describe the type of document or conveyance which grants the right of entry, disturbance or mining. Indicate from whom the right was acquired and to whom the right was granted. If the grantor of the right is not the owner(s) of property, identify all grantors and grantees of the right beginning with the owner(s) and ending with the permit applicant.

Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigation Pending? (Yes or No) If yes, explain
License Agreement	University of Alabama	Taft Coal Sales & Associates, Inc.	10-31-2000	NO
Assignment	Taft Coal Sales & Associates, Inc.	Seminole Coal Resources, LLC.	2-12-16	NO
Assignment	Seminole Coal Resources, LLC.	Cedar Lake Mining, Inc.	4-27-16	NO

Legal description of property or permit map symbol: (SEE PERMIT MAP)

Surface/Mineral/or Fee Simple (both): SURFACE

Legal owner(s) of record: **Cedar Lake Mining, Inc. (Formerly Taft Coal Sales & Associates, Inc.)**

Address: **7802 Highway 78** City: **Cordova** State: **AL** Zip: **35550**

Holders of leasehold interest: _____

Address: _____ City: _____ State: _____ Zip: _____

Purchasers under a real estate contract: _____

Address: _____ City: _____ State: _____ Zip: _____

Description of right to enter or mine:

Describe the type of document or conveyance which grants the right of entry, disturbance or mining. Indicate from whom the right was acquired and to whom the right was granted. If the grantor of the right is not the owner(s) of property, identify all grantors and grantees of the right beginning with the owner(s) and ending with the permit applicant.

Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigation Pending? (Yes or No) If yes, explain
Deed	Taft Coal Sales & Associates, Inc.	Seminole Coal Resources, LLC.	2-12-16	NO
Deed	Seminole Coal Resources, LLC.	Cedar Lake Mining, Inc.	4-27-16	NO

Legal description of property or permit map symbol: (SEE PERMIT MAP)

Surface/Mineral/or Fee Simple (both): SURFACE

Legal owner(s) of record: TAFT FAMILY LIMITED, ETAL.

Address: P.O. Box 662 City: Jasper State: AL Zip: 35502

Holders of leasehold interest: _____

Address: _____ City: _____ State: _____ Zip: _____

Purchasers under a real estate contract: _____

Address: _____ City: _____ State: _____ Zip: _____

Description of right to enter or mine:

Describe the type of document or conveyance which grants the right of entry, disturbance or mining. Indicate from whom the right was acquired and to whom the right was granted. If the grantor of the right is not the owner(s) of property, identify all grantors and grantees of the right beginning with the owner(s) and ending with the permit applicant.

Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigation Pending? (Yes or No) If yes, explain
LEASE	Taft Family Limited, ETAL	Taft Coal Sales & Associates, Inc.	2-12-01	NO
Assignment	Taft Coal Sales & Associates, Inc.	Seminole Coal Resources, LLC.	2-12-16	NO
Assignment	Seminole Coal Resources, LLC.	Cedar Lake Mining, Inc.	4-27-16	NO

Legal description of property or permit map symbol: (SEE PERMIT MAP)

Surface/Mineral/or Fee Simple (both): SURFACE

Legal owner(s) of record: TIMOTHY SCOTT COURINGTON.

Address: P.O. Box 343 City: Parrish State: AL Zip: 35580

Holders of leasehold interest: _____

Address: _____ City: _____ State: _____ Zip: _____

Purchasers under a real estate contract: _____

Address: _____ City: _____ State: _____ Zip: _____

Description of right to enter or mine:

Describe the type of document or conveyance which grants the right of entry, disturbance or mining. Indicate from whom the right was acquired and to whom the right was granted. If the grantor of the right is not the owner(s) of property, identify all grantors and grantees of the right beginning with the owner(s) and ending with the permit applicant.

Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigation Pending? (Yes or No) If yes, explain
Lease	Timothy Scott Courington	Taft Coal Sales & Associates, Inc.	9-1-98	NO
Assignment	Taft Coal Sales & Associates, Inc.	Seminole Coal Resources, LLC.	2-12-16	NO
Assignment	Seminole Coal Resources, LLC.	Cedar Lake Mining, Inc.	4-27-16	NO

Legal description of property or permit map symbol: (SEE PERMIT MAP)

Surface/Mineral/or Fee Simple (both): SURFACE

Legal owner(s) of record: CLEVELAND LTD

Address: P.O. Box 351 City: Jasper State: AL Zip: 35502

Holders of leasehold interest: _____

Address: _____ City: _____ State: _____ Zip: _____

Purchasers under a real estate contract: _____

Address: _____ City: _____ State: _____ Zip: _____

Description of right to enter or mine:

Describe the type of document or conveyance which grants the right of entry, disturbance or mining. Indicate from whom the right was acquired and to whom the right was granted. If the grantor of the right is not the owner(s) of property, identify all grantors and grantees of the right beginning with the owner(s) and ending with the permit applicant.

Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigation Pending? (Yes or No) If yes, explain
Right of Way	Cleveland LTD	Taft Coal Sales & Associates, Inc.	3-14-16	NO
Assignment	Taft Coal Sales & Associates, Inc.	Seminole Coal Resources, LLC.	2-12-16	NO
Assignment	Seminole Coal Resources, LLC.	Cedar Lake Mining, Inc.	4-27-16	NO

Legal description of property or permit map symbol: (SEE PERMIT MAP)

Surface/Mineral/or Fee Simple (both): SURFACE

Legal owner(s) of record: TAMMY BURKHART

Address: 1539 Williamstown Road City: Parrish State: AL Zip: 35580

Holders of leasehold interest: _____

Address: _____ City: _____ State: _____ Zip: _____

Purchasers under a real estate contract: _____

Address: _____ City: _____ State: _____ Zip: _____

Description of right to enter or mine:

Describe the type of document or conveyance which grants the right of entry, disturbance or mining. Indicate from whom the right was acquired and to whom the right was granted. If the grantor of the right is not the owner(s) of property, identify all grantors and grantees of the right beginning with the owner(s) and ending with the permit applicant.

Describe Right of Entry (If deed indicate where recorded):	Granted From:	Granted To:	Date Granted:	Litigation Pending? (Yes or No) If yes, explain
N/A	TAMMY BURKHART	TAFT COAL SALES & ASSOCIATES, INC.	NO LEASE BEING SOUGHT	NO

All of this property has a Phase 3 Bond Release.

PART I C. (CONTINUED)

2. OWNERSHIP OF SURFACE AND MINERAL LANDS CONTIGUOUS TO THE AREA TO BE MINED.
INSTRUCTIONS:

Provide the information below for the owners of record of all surface and mineral properties contiguous to any part of the proposed permit area.

USE ADDITIONAL SHEETS IN THE FORMAT BELOW AS NECESSARY

Page 1 of 2

Name: JOHN & RUBY SIDES, JOHN C. JR.SIDES.

Address: 15 Dixie Springs Road

City: Oakman State: AL Zip: 35579

Interest owned (Surface Coal or Fee Simple): Surface

Type of Interest (Owner, Lease, or Other): Owner

Name: JOHN C. SIDES, ETAL.

Address: 15 Dixie Springs Road

City: Oakman State: AL Zip: 35579

Interest owned (Surface Coal or Fee Simple): Surface

Type of Interest (Owner, Lease, or Other): Owner

Name: UNIVERSITY OF ALABAMA.

Address: P.O. Box 870106

City: Tuscaloosa State: AL Zip: 35487

Interest owned (Surface Coal or Fee Simple): Surface

Type of Interest (Owner, Lease, or Other): Owner

Name: TAFT COAL SALES & ASSOCIATES.

Address: P.O. Box 361370

City: Birmingham State: AL Zip: 35236

Interest owned (Surface Coal or Fee Simple): Surface

Type of Interest (Owner, Lease, or Other): Owner

Name: ALABAMA POWER COMPANY.

Address: P.O. Box 2641

City: Birmingham State: AL Zip: 35201

Interest owned (Surface Coal or Fee Simple): Surface

Type of Interest (Owner, Lease, or Other): Owner

Name: TAFT FAMILY LIMITED, ETAL.

Address: P.O. Box 662

City: Jasper State: AL Zip: 35502

Interest owned (Surface Coal or Fee Simple): Surface

Type of Interest (Owner, Lease, or Other): Owner

Name: TIMOTHY SCOTT COURINGTON.

Address: P.O. Box 343

City: Parrish State: AL Zip: 35580

Interest owned (Surface Coal or Fee Simple): Surface

Type of Interest (Owner, Lease, or Other): Owner

PART I C. (CONTINUED)

2. OWNERSHIP OF SURFACE AND MINERAL LANDS CONTIGUOUS TO THE AREA TO BE MINED.
INSTRUCTIONS:

Provide the information below for the owners of record of all surface and mineral properties contiguous to any part of the proposed permit area.

USE ADDITIONAL SHEETS IN THE FORMAT BELOW AS NECESSARY

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Page 2 of 2
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Name: CLEVELAND LTD
Address: P.O. Box 351
City: Jasper State: AL Zip: 35502
Interest owned (Surface, Coal or Fee Simple): Surface
Type of Interest (Owner, Lease, or Other): Owner

Name: TAMMY BURKHART
Address: 1539 Williamstown Road
City: Parrish State: AL Zip: 35580
Interest owned (Surface, Coal or Fee Simple): Surface
Type of Interest (Owner, Lease, or Other): Owner

PART I C. (CONTINUED)

3. INTERESTS OR PENDING INTERESTS IN LANDS CONTIGUOUS TO THE PERMIT AREA.

INSTRUCTIONS:

THE APPLICANT HAS NO INTEREST IN ANY LANDS OR CONTIGUOUS LAND
OTHER THAN THE PERMITTED AREA.

Give the legal description of all lands contiguous to the permit area for which the permit applicant:

1. Holds an interest,
2. Holds an option, or
3. Has made a bid for ownership, lease or other interest.

USE ADDITIONAL SHEETS IN THE FORMAT BELOW AS NECESSARY

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Page 1 of 1
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=====
Legal description: _____

Describe the nature of the interest: _____

=====
Legal Description: _____

=====
Describe the nature of the interest: _____

=====
Legal description: _____

Describe the nature of the interest: _____

PART I D. PERMIT AREA INFORMATION

1. Give the requested term of this permit: 5 years.
2. Give the legal description of the land upon which the applicant proposes to conduct surface coal mining operations. List each quarter-quarter section, section, township, range, and county.

SW/NE, NW/SE, NE/SW, SE/SW of Section 30; SE/NE, SW/NE, NE/SE, SE/SE, SW/SE, NW/SE, NE/SW, SE/SW, SW/SW, NW/SW, NE/NW, SE/NW, SW/NW of Section 31; SW/SW of Section 32, all in Township 15 South Range 7 West; NE/SE, SE/SE, SW/SE of Section 36, Township 15 South, Range 8 West; NE/NE, NW/NE, NW/NW of Section 6, Township 16 South, Range 7 West, Walker County, Alabama.

3. Give the acreage of the permit, each increment and the type of bonding.

a. Total permit acreage: 194 Acres

- b. Give the acreage and type of bond for each mining increment:

<u>Increment</u>	<u>Acres</u>	<u>Type Bond Proposed</u>
1.	22	Phase 3 Bond Release
2.	29	Phase 3 Bond Release
3.	30	Phase 3 Bond Release
4.	26	Phase 3 Bond Release
5.	27	Phase 3 Bond Release
6.	60	Surety Bond

- c. Identify the increment(s) on which mining will initially begin upon issuance of this permit: Inc. No. 6

4. Has any acreage in the proposed permit area been previously disturbed by mining? () YES () NO

If yes, supply the following for any and all previously disturbed areas:

- a. Show the boundaries of the previously disturbed area(s) on the permit map and identify with an appropriate symbol.

See approved Permit Map

- b. List, for each area, the permit number under which it was disturbed and the number of acres. Indicate the status of each permit as Unreleased, Grading released, or 100% released. (If no permit, indicate as such)

<u>Permit</u>	<u>Acres</u>	<u>Status</u>
<u>NA</u>	<u> </u>	<u>Pre-Law</u>

5. Is disturbance to be conducted within 300 feet, measured horizontally, from an occupied dwelling?

() YES () NO.

If YES, attach a signed waiver from the owner of the dwelling indicating the minimum distance disturbance will be allowed by the owner.

ATTACHMENT I-E-13

PUBLIC NOTICE FILING OF PERMIT APPLICATION

In accordance with the provision of Act No. 81-435 of the State of Alabama and the regulations promulgated under this act, Cedar Lake Mining, Inc., 7802 Highway 78 Cordova, AL 35550 hereby gives notice that it has filed application to succeed by transfer to the rights granted under ASMC Coal Mining Permit P-3795 currently held by Taft Coal Sales & Associates, Inc., 3000 Riverchase Galleria, Suite 1700 Birmingham, AL 35244. The operation is known as Gayosa Mine.

SW/NE, NW/SE, NE/SW, SE/SW of Section 30; SE/NE, SW/NE, NE/SE, SE/SE, SW/SE, NW/SE, NE/SW, SE/SW, SW/SW, NW/SW, NE/NW, SE/NW, SW/NW of Section 31; SW/SW of Section 32, all in Township 15 South Range 7 West; NE/SE, SE/SE, SW/SE of Section 36, Township 15 South, Range 8 West; NE/NE, NW/NE, NW/NW of Section 6, Township 16 South, Range 7 West, Walker County, Alabama.

From the intersection of State Highway 69 South & County Road 20 in Oakman, Al go approximately 4.8 miles east on County Road 20 to Williamstown Road on right, go south along Williamstown Road 0.4 miles to private access road on right, go 1.2 miles along private access road to permit area.

A copy of the permit application is available for public inspection and review on the Alabama Surface Mining Commission website <http://surface-mining.alabama.gov>. A copy of the permit application is also available for public inspection and review at the office of the Alabama Surface Mining Commission located on the second floor of the Pinnacle Bank Building at 1811 2nd Avenue, Jasper, Alabama 35501. Written comments, objections, request for public hearing or request for informal conferences concerning this permit should be sent to the Alabama Surface Mining Commission, P.O. Box 2390, Jasper, Alabama 35502-2390, no later than 30 days from the last date of publication of this notice.

This notice to be published in the Daily Mountain Eagle Newspaper.

TO THE DAILY MOUNTAIN EAGLE:

Please run this notice one time on Friday, May 6th. Please send invoice and notarized proof of publication to:

McGehee Engineering Corp.
P. O. Box 3431
Jasper, AL 35502-3431
Telephone (205) 221-0686