

ASMC Use Only:

Fee: _____
Bond Required: _____
Date Approved: _____

APPLICATION FOR PERMIT REVISION

Name of Permittee: Centennial Natural Resources LLC

License Number: L-836 Permit Number: P-3805-64-07-S

Permit Expiration Date: 11-12-07 Mine Name: Hay Valley Mine No. 1

Revision Number: Revision R-9

Nature of Proposed Revision:

- 1) Update the Drainage Control Plan by the re-classification of Basin 0001AE from Temporary to Permanent Impoundment Fish & Wildlife Habitat.
- 2) No Acreage change.

Attach detailed estimate of effect of proposed revision on reclamation costs.

Applicant: Centennial Natural Resources LLC
Mine Name: Hay Valley Mine No. 1
Permit Number: P- 3805 Revision R-9

STATE OF ALABAMA SURFACE MINING COMMISSION

- (X) Revision Application for a Surface Coal Mine
() Revision Application for an Underground Coal Mine
() Revision Application for a Preparation Facility

PART I A. IDENTIFICATION

Name: Centennial Natural Resources LLC
Street Address: 113 Hollis Crump Drive
City: Jasper State: AL Zip: 35501
Mailing Address: 113 Hollis Crump Drive
City: Jasper State: AL Zip: 35501
Telephone Number: (205) 385-0671
Social Security Number (Voluntary): _____
Employer Identification Number: 63-0799376
ASMC License#: L-836

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

Name: Applicant
Street Address: _____
City: _____ State: AL Zip: _____
Mailing Address: _____
City: _____ State: AL Zip: _____
Telephone Number: (_____) _____
Social Security Number (Voluntary): _____
Employer Identification Number: _____
ASMC License#: _____

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

Name: Applicant
Street Address: _____
City: _____ State: AL Zip: _____
Mailing Address: _____
City: _____ State: AL Zip: _____
Telephone Number: (_____) _____
Social Security Number (Voluntary): _____
Employer Identification Number: _____
ASMC License#: _____

4. CONTACT PERSON FOR PERMIT REVIEW ISSUES AND CORRESPONDENCE

Name: Leslie Stephens c/o PERC Engineering Co., Inc.
Mailing Address: Post Office Box 1712
City: Jasper State: AL Zip: 35502-1712
Telephone Number: (205) 295-3127

ALSO PLEASE COPY: Sammy Roberts
Centennial Natural Resources, LLC
P. O. Box 2420
Jasper, AL 35501
Telephone: (205)522-6887

Applicant: Centennial Natural Resources LLC
Mine Name: Hay Valley Mine No. 1
Permit Number: P- 3805 Revision R-9

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 IA through Part IF 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. No update is included.

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: NOT APPLICABLE

A license update is included

Information contained in the license file is accurate and complete at the time of filing of this application. No update is included.

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: Applicant

Street Address: _____

City: _____ State: _____ Zip: _____

Mailing Address: _____

City: _____ State: _____ Zip: _____

Telephone: (____) _____ - _____

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

Employer Identification Number: _____

ASMC License Number: _____

Applicant: Centennial Natural Resources LLC
 Mine Name: Hay Valley Mine No. 1
 Permit Number: P- 3805 Revision R-9

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

Page 1 of 2

Legal description of property or permit map symbol: S-5
Deborah S. Moore

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

Legal owner(s) of record: Deborah S. Moore

Address: 5646 Jamesville Lane City: Pensacola State: FL Zip: 32526

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.

Applicant: Centennial Natural Resources LLC
 Mine Name: Hay Valley Mine No. 1
 Permit Number: P- 3805 Revision R-9

PART I C 1. (CONTINUED)

Legal description of property or permit map symbol: S-3
Donny Jacks

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

Legal owner(s) of record: Donny Jacks

Address: 69 Sailor Hill Loop Road City: Parrish State: AL Zip: 35580

Holder(s) 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.

Legal description of property or permit map symbol: Alawest-AL, L.L.C. (S)

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

Legal owner(s) of record: Alawest-AL, L.L.C.

Address: P. O. Box 412 City: Northport State: AL Zip: 35476

Holder(s) 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.

Applicant: Centennial Natural Resources LLC
Mine Name: Hay Valley Mine No. 1
Permit Number: P- 3805 Revision R-9

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 AS NECESSARY IN THE FORMAT BELOW

PAGE 1 of 1

Name: New Acton Coal Mining Company, Inc.
Address: 70 Beck Green Road
City: Warrior State: AL Zip: 35180
Interest owned (Surface, Coal or Fee Simple): Surface & Fee
Mineral
Type of Interest (Owner, Lease , or Other): Owner

Name: Janella Burton
Address: 3602 3rd Avenue
City: Jasper State: AL Zip: 35501
Interest owned (Surface, Coal or Fee Simple): Surface
Type of Interest (Owner, Lease , or Other): Owner

Name: Alawest-AL, L.L.C.
Address: P. O. Bbox 412
City: Northport State: AL Zip: 35476
Interest owned (Surface, Coal or Fee Simple): Surface
Type of Interest (Owner, Lease , or Other): Owner

Applicant: Centennial Natural Resources LLC
Mine Name: Hay Valley Mine No. 1
Permit Number: P- 3805 Revision R-9

PART I C. (CONTINUED)

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

Give the legal description of all lands contiguous to the permit area for which the 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 AS NECESSARY IN THE FORMAT BELOW

PAGE ___ OF ___ Not Applicable

Legal description: _____

Describe the nature of the interest: _____

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Legal description: _____

Describe the nature of the interest: _____

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Legal description: _____

Describe the nature of the interest: _____

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Legal description: _____

Describe the nature of the interest: _____

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Legal description: _____

Describe the nature of the interest: _____

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Legal description: _____

Describe the nature of the interest: _____

Applicant: Centennial Natural Resources LLC
 Mine Name: Hay Valley Mine No. 1
 Permit Number: P- 3805 Revision R-9

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.
The SE/SW, SW/SE of Section 35, Township 14 South, Range 7 West; and the NW/NW, SW/NW, NW/NE, SE/NW, SW/NE of Section 2, Township 15 South, Range 7 West, Walker County, Alabama.

3. Give the acreage of the permit, each increment and the type of bonding.
 - a. Total revision acreage: 0 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.	_____	_____
2.	_____	_____
3.	_____	_____
4.	_____	_____
5.	_____	_____
6.	<u>24</u>	<u>Surety</u>

- c. Identify the increment(s) on which mining will initially begin upon issuance of this permit: Mining is complete.
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.
- 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>Interim</u>	<u>20.0</u>	<u>Unreclaimed</u>

- c. For each area which has not been reclaimed or received a 100% release, indicate whether you intend to assume responsibility for reclamation of the area under this permit and its performance bond(s).
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.

Applicant: <u>Centennial Natural Resources LLC</u> Mine Name: <u>Hay Valley Mine No. 1</u> Permit Number: P- <u>3805 Revision R-9</u>

PART I D. (CONTINUED)

6. Is disturbance proposed within 100 feet of a public road right-of-way or will a public road be closed or relocated? (XXX) YES () NO.
 If YES, enclose a copy of the approval granted by the government entity which has jurisdiction over the road. The approval must state the minimum distance disturbance will be allowed to the road or road right-of-way.

N/A

7. List all other licenses and permits required to conduct mining operations including, but not limited to, MSHA I.D. and NPDES. Give the identification or permit number, the name and address of the issuing authority, and the status or date of approval or issuance of each:

Permit	ID or Permit	Issuing	Address	Status or
	Number	Authority		of issuance

See original permit application.

8. Is the property in the permit covered by zoning or other land use restrictions?

() YES (XXX) NO.

If yes, indicate the jurisdictional authority and zoning or land use area. If more than one zoning classification exists for the permit area, identify the boundaries of each the permit map.

Jurisdictional	Zoning	Allows mining?
Authority	Classification	Yes or No
_____	_____	_____
_____	_____	_____

9. Describe access to the proposed mine from a known point on the nearest public highway:

See original permit application.

10. Did the applicant receive assistance from the Small Operator Assistance Program in preparing this application?

() YES (XXX) NO

If YES, list SOAP I.D. Number: _____

11. Submit a certificate of proof of Liability Insurance with this application. See AMC Master File

PART I E. PUBLIC NOTICE AND AVAILABILITY FOR INSPECTION

12. Give the name of the approved public office in which a copy of this application will be filed for public inspection following notification of completeness: Alabma Surface Mining Commission website at: <http://surface-mining.alabama.gov>

13. Enclose a copy of the notice of filing of this application which will appear in a newspaper of general circulation in the vicinity of the mine and identify the name of the newspaper: See attachment I. E. 13. for the advertisement that will be published in the Daily Mountain Eagle newspaper.

Applicant: <u>Centennial Natural Resources LLC</u>
Mine Name: <u>Hay Valley Mine No. 1</u>
Permit Number: P- <u>3805 Revision R-9</u>

Attachment I.E.13.

PUBLIC NOTICE OF FILING OF PERMIT APPLICATION

In accordance with the provisions of Act No. 81-435 of the State of Alabama and the regulations promulgated under this act, Centennial Natural Resources, LLC., 113 Hollis Crump Drive, Jasper, AL 35501, hereby gives notice that it has filed an application with the Alabama Surface Mining Commission to revise permit P-3805-64-07-S, Revision R-9 for its Hay Valley Mine No. 1 located in NE 1/4 of NW 1/4 of Section 2, Township 15 South, Range 7 West, Walker County.

The revision consists of reclassification of Basin 001AE from temporary to permanent water impoundment, fish and wildlife habitat (no acreage change).

A copy of the permit revision application is available for public inspection at the Alabama Surface Mining Commission website <http://surface-mining.alabama.gov/>. Written comments, objections, or requests for informal conferences should be submitted to the Alabama Surface Mining Commission, P.O. Box 2390, Jasper, Alabama 35502-2390, within 30 days from the last publication of this notice.