

**SOUTHLAND RESOURCES, INC.**

**SEARLES MINE NO. 5, P-3894, R-12**

**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

ASMC USE ONLY

Fee: \_\_\_\_\_

Bond Required: \_\_\_\_\_

Date Approved: \_\_\_\_\_

APPLICATION FOR PERMIT REVISION

Name of Permittee: **Southland Resources, Inc.**

License Number: L-625 Complete Permit Number: P-3894-63-12-S

Expiration Date of Permit: December 3, 2012 Revision Number: R-12

Mine Name: Searles Mine No. 5

Nature of Proposed Revision R-12:

1. Add 35 mining acres to Inc. No. 4.
2. Modify the Operation Plan.
3. Modify the General Plan.
4. Modify Sediment Basin 003.
5. Request extension of approved topsoil variance to the area added by Revision R-12.
6. Request a delay in contemporaneous reclamation for the final highwall to be created in the NW/NE of Section 7, Township 20 South, Range 7 West.

Identify any conditions placed on this permit which would relate to the proposed revision being requested:

# STATE OF ALABAMA SURFACE MINING COMMISSION

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

## PART I A. IDENTIFICATION

Name: Southland Resources, Inc.  
Street Address: P.O. Box 770  
City: Cottondale State: AL Zip: 35453  
Mailing Address: P.O. Box 770  
City: Cottondale State: AL Zip: 35453  
Telephone Number: (205) 554-1550  
Social Security Number(Voluntary): - -  
Employer Identification Number: 63-1174488  
ASMC License#: L-652

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

Name: Southland Resources, Inc.  
Street Address: P.O. Box 770  
City: Cottondale State: AL Zip: 35453  
Mailing Address: P.O. Box 770  
City: Cottondale State: AL Zip: 35453  
Telephone Number: (205) 554-1550  
Social Security Number(Voluntary): - -  
Employer Identification Number: 63-1174488  
ASMC License#: L-652

## 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

**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.  
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:

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: Southland Resources, Inc.

Street Address: P.O. Box 770

City: Cottondale State: AL Zip: 35453

Mailing Address: P.O. Box 770

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Telephone Number: ( 205 ) 554-1550

Social Security Number (Voluntary): - - -

Employer Identification Number: 63-1174488

ASMC License#: L-652



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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Name: STATE OF ALABAMA  
Address: 64 NORTH UNION STREET  
City: MONTGOMERY State: AL Zip: 36130  
Interest owned (Surface,Coal or Fee Simple): FEE  
Type of Interest(Owner, Lease , or Other): OWNER

Name: WALTER ENERGY, INC.  
Address: 3301 1<sup>ST</sup> AVE. NORTH  
City: BIRMINGHAM State: AL Zip: 35222  
Interest owned (Surface,Coal or Fee Simple): FEE, MINERAL  
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: \_\_\_\_\_  
\_\_\_\_\_  
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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.

THE SW/NW, SE/NW, NE/SW & NW/SW OF SECTION 5, THE NE/NW, SE/NW & NW/NE OF SECTION 7, ALL IN TOWNSHIP 20 SOUTH, RANGE 7 WEST. ALL IN TUSCALOOSA COUNTY, ALABAMA.

3. Give the acreage of the permit, each increment and the type of bonding.  
a. Total permit acreage: 451.0 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.	94.0	Certificate of Deposit
2.	73.0	Certificate of Deposit
3.	17.0	Certificate of Deposit
4.	194.0	Certificate of Deposit
5.	56.0	Certificate of Deposit
6.	15.0	Certificate of Deposit
7.	2.0	Certificate of Deposit

c. Identify the increment(s) on which mining will initially begin upon issuance of this permit: Currently mining in Inc. No. 4, 6 & 7

4. Has any acreage in the proposed permit area been previously disturbed by mining? (XX) 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>N/A</u>	<u>261.0</u>	<u>Pre-Law</u>
<u>P-3577</u>	<u>5.0</u>	<u>100% Released</u>

5. Is disturbance to be conducted within 300 feet, measured horizontally, from an occupied dwelling?  
( ) YES (XX) NO.

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

