

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

QUALITY COAL COMPANY, INC.

SLATE CREEK MINE, P-3929

ALABAMA SURFACE MINING COMMISSION
SURFACE MINING TRANSFER 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

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

NAME OF CURRENT PERMITTEE: REED MINERALS, INC.
ADDRESS: 3699 Industrial Parkway Jasper, AL 35502

1. PERMIT APPLICANT

Name: Quality Coal Co, Inc.
Street Address: P. O. Box 2705
City: Jasper State: AL Zip: 35502-2705
Mailing Address: P.O. Box 2705
City: Jasper State: AL Zip: 35502-2705
Telephone Number: (205) 384-6300
Social Security Number(Voluntary): - -
Employer Identification Number: _____
ASMC License#: L-743

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

Name: Quality Coal Company, Inc.
Street Address: P. O. Box 2705
City: Jasper State: AL Zip: 35502-2705
Mailing Address: P.O. Box 2705
City: Jasper State: AL Zip: 35502-2705
Telephone Number: (205) 384-6300
Social Security Number(Voluntary): - -
Employer Identification Number: _____
ASMC License#: L-743

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: staff's first name@mcgehee.org

QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929

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: Reed Minerals, Inc.
Street Address: 3699 Industrial Parkway
City: Jasper State: AL Zip: 35502
Mailing Address: 3699 Industrial Parkway
City: Jasper State: AL Zip: 35502
Telephone Number: (205) 295-2224
Social Security Number(Voluntary): - - -
Employer Identification Number: _____
ASMC License#: L-459

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

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

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Page 1 of 14
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Legal description of property or permit map symbol: _____ **S-1** _____
SEE PERMIT MAP
 Surface/Mineral/or Fee Simple (both): _____ **SURFACE** _____
 Legal owner(s) of record: **HAROLD CORRY, C/O CHARLES R. CORRY**
 Address: **244 SCHOOL ST.** City: **OAKMAN** State: **AL** Zip: **35579**
 Holders of leasehold interest: _____
 Address: _____ City: _____ State: _____ Zip: _____
 Purchasers under a real estate contract: _____
 Address: _____ City: _____ State: **AL** 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
PENDING	HAROLD CORRY, CHARLES RICHARD & BELL COUNTY AGGREGATES	QUALITY COAL COMPANY, INC.	PENDING	NO

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (CONTINUED)

Page 2 of 14

Legal description of property or permit map symbol: S-2

SEE PERMIT MAP

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

Legal owner(s) of record: LONICERA COMPANY, LLC C/O HUBERT G. TAYLOR

Address: 600 N 20TH ST STE 400 City: BIRMINGHAM State: AL Zip: 35203

Holders of leasehold interest: _____

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

Purchasers under a real estate contract: _____

Address: _____ City: _____ State: AL 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
PENDING	LONICERA COMPANY, LLC.	Reed Minerals, Inc.	April 17, 2007	NO
ASSIGNMENT	Reed Minerals, Inc.	QUALITY COAL COMPANY, INC.	9-22-2010	

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (CONTINUED)

Legal description of property or permit map symbol: S-6
SEE PERMIT MAP
 Surface/Mineral/or Fee Simple (both): SURFACE
 Legal owner(s) of record: MINIUS & MARY BONNER ½ INT. NANCY & HOWARD SCHILLING ½ INT.
 Address: 2616 MILLWOOD ROAD City: BIRMINGHAM State: AL Zip: 35243
 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
PENDING	MINIUS & MARY BONNER NANCY & HOWARD SCHILLING	QUALITY COAL COMPANY, INC.	PENDING	NO

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (CONTINUED)

Legal description of property or permit map symbol: S-7
SEE PERMIT MAP
 Surface/Mineral/or Fee Simple (both): SURFACE
 Legal owner(s) of record: HOWARD A. & NANCY BONNER SCHILLING
 Address: 2616 MILWOOD RD City: BIRMINGHAM State: AL Zip: 35243
 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
PENDING	HOWARD A. & NANCY BONNER SCHILLING	QUALITY COAL COMPANY, INC.	PENDING	NO

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (CONTINUED)

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Legal description of property or permit map symbol: _____ **S-8** _____

SEE PERMIT MAP

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

Legal owner(s) of record: **KENNETH E. & ILA B. JOHNSON** _____

Address: **1489 SUNRISE RD** City: **JASPER** State: **AL** Zip: **35504**

Holders of leasehold interest: _____

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

Purchasers under a real estate contract: _____

Address: _____ City: _____ State: **AL** 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
PENDING	KENNETH E. & ILA B. JOHNSON	QUALITY COAL COMPANY, INC.	PENDING	NO

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (CONTINUED)

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Legal description of property or permit map symbol: S-10

SEE PERMIT MAP

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

Legal owner(s) of record: DONALD RAY JONES

Address: 133 MYERS RD 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
PENDING	DONALD RAY JONES	QUALITY COAL COMPANY, INC.	PENDING	NO

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (CONTINUED)

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Legal description of property or permit map symbol: S-11, M-5

SEE PERMIT MAP

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

Legal owner(s) of record: UNIVERSITY OF MONTEVALLO

Address: 64 NORTH UNION ST City: MONTEVALLO State: AL Zip: 36765

Holders of leasehold interest: _____

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

Purchasers under a real estate contract: _____

Address: _____ City: _____ State: AL 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
PENDING	UNIVERSITY OF ALABAMA	QUALITY COAL COMPANY, INC.	PENDING	NO

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (CONTINUED)

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Legal description of property or permit map symbol: S-12
SEE PERMIT MAP
 Surface/Mineral/or Fee Simple (both): SURFACE
 Legal owner(s) of record: CHARLES RAY & SHIRLEY HYDE MADISON
 Address: 70 STEWART ST City: CORDOVA State: AL Zip: 35550
 Holders of leasehold interest: _____
 Address: _____ City: _____ State: _____ Zip: _____
 Purchasers under a real estate contract: _____
 Address: _____ City: _____ State: AL 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
PENDING	CHARLES RAY & SHIRLEY HYDE MADISON	QUALITY COAL COMPANY, INC.	PENDING	NO

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (CONTINUED)

Legal description of property or permit map symbol: S-13
SEE PERMIT MAP
 Surface/Mineral/or Fee Simple (both): SURFACE
 Legal owner(s) of record: BELL COUNTY AGGREGATES %HAROLD & CHARLES CORRY
 Address: 6352 WILDER RD City: HIXSON State: TN Zip: 37343
 Holders of leasehold interest: _____
 Address: _____ City: _____ State: _____ Zip: _____
 Purchasers under a real estate contract: _____
 Address: _____ City: _____ State: AL 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
PENDING	HAROLD CORRY, CHARLES RICHARD & BELL COUNTY AGGREGATES	QUALITY COAL COMPANY, INC.	PENDING	NO

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (CONTINUED)

Legal description of property or permit map symbol: S-14
SEE PERMIT MAP
 Surface/Mineral/or Fee Simple (both): SURFACE
 Legal owner(s) of record: JOYCE R. & JACK J. BURTON
 Address: 2906 LONG RIDGE DR. City: JASPER State: AL Zip: 35504
 Holders of leasehold interest: _____
 Address: _____ City: _____ State: _____ Zip: _____
 Purchasers under a real estate contract: _____
 Address: _____ City: _____ State: AL 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
PENDING	JOYCE R. & JACK J. BURTON	QUALITY COAL COMPANY, INC.	PENDING	NO

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (CONTINUED)

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Legal description of property or permit map symbol: M-1
SEE PERMIT MAP

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

Legal owner(s) of record: RGGS LAND & MINERALS LTD LP

Address: 6200 EJ OLIVER BLVD City: FAIRFIELD State: AL Zip: 35064-1299

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
PENDING	RGGS	Reed Minerals, Inc.	June 1, 2007	NO
ASSIGNMENT	Reed Minerals, Inc.	QUALITY COAL COMPANY, INC.	September 22, 2010	NO

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (CONTINUED)

Legal description of property or permit map symbol: M-3 & M-4
SEE PERMIT MAP
 Surface/Mineral/or Fee Simple (both): MINERAL
 Legal owner(s) of record: JEFFIE MYERS & PATRICIA S. BRADSHAW
 Address: 11925 PARKLAND CT City: FAIRFAX State: VA Zip: 22033
 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
PENDING	JEFFIE MYERS & PATRICIA S. BRADSHAW	QUALITY COAL COMPANY, INC.	PENDING	NO

QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (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: HAROLD CORRY %CHARLES R. CORRY
Address: 244 SCHOOL STREET
City: OAKMAN State: AL Zip: 35579
Interest owned (Surface, Coal or Fee Simple): SURFACE
Type of Interest (Owner, Lease, or Other): OWNER

Name: LONICERA, L.L.C.
Address: 600 N 20TH ST STE 400
City: BIRMINGHAM State: AL Zip: 35203
Interest owned (Surface, Coal or Fee Simple): SURFACE
Type of Interest (Owner, Lease, or Other): OWNER

Name: MINIUS & MARY BONNER- 1/2 INTEREST
Address: 2616 MILLWOOD ROAD
City: BIRMINGHAM State: AL Zip: 35243
Interest owned (Surface, Coal or Fee Simple): SURFACE
Type of Interest (Owner, Lease, or Other): OWNER

Name: HOWARD A. & NANCY B. SCHILLINGS- 1/2 INTEREST
Address: 2616 MILLWOOD ROAD
City: BIRMINGHAM State: AL Zip: 35243
Interest owned (Surface, Coal or Fee Simple): SURFACE
Type of Interest (Owner, Lease, or Other): OWNER

Name: REUBEN JOHNSON (HEIRS OF) %JANE LINDSEY
Address: 61 MYERS JONES ROAD
City: OAKMAN State: AL Zip: 35579
Interest owned (Surface, Coal or Fee Simple): SURFACE
Type of Interest (Owner, Lease, or Other): OWNER

Name: DONALD RAY JONES
Address: 137 MYERS ROAD
City: OAKMAN State: AL Zip: 35579
Interest owned (Surface, Coal or Fee Simple): SURFACE AND MINERAL
Type of Interest Owner, Lease, or Other): OWNER

Name: UNIVERSITY OF MONTEVALLO
Address: 64 N UNION STREET
City: MONTEVALLO State: AL Zip: 36765
Interest owned (Surface, Coal or Fee Simple): SURFACE & MINERAL
Type of Interest Owner, Lease, or Other): OWNER

QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929

PART I C. PROPERTY OWNERSHIP, INTERESTS AND RIGHTS (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 2 of 2

Name: CHARLES RAY & SHIRLEY HYDE MADISON

Address: 70 STEWART STREET

City: CORDOVA State: AL Zip: 35550

Interest owned (Surface, Coal or Fee Simple): MINERAL

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

Name: BELL COUNTY AGGREGATES LLC %JAMES H. & CHARLES R. CORRY

Address: 6352 WILDER ROAD

City: HIXSON State: TN Zip: 37343

Interest owned (Surface, Coal or Fee Simple): SURFACE

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

Name: JOYCE R. & JACK J. BURTON

Address: 2906 LONG RIDGE DRIVE

City: JASPER State: AL Zip: 35504

Interest owned (Surface, Coal or Fee Simple): SURFACE

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

Name: RGGS LAND & MINERALS LTD

Address: 6200 EJ OLIVER BLVD

City: FAIRFIELD State: AL Zip: 35064-1299

Interest owned (Surface, Coal or Fee Simple): MINERAL

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

Name: GEORGE BURNS ½ INT.

Address: 4101 BRIDGEMONT LANE

City: LEXINGTON State: KY Zip: 40515

Interest owned (Surface, Coal or Fee Simple): MINERAL

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

Name: PATRICIA S. BRADSHAW.

Address: 11925 PARKLAND CT

City: FAIRFAX State: VA Zip: 22033

Interest owned (Surface, Coal or Fee Simple): MINERAL

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

Name: JEFFIE MYERS ½ INT.

Address: 11925 PARKLAND CT

City: FAIRFAX State: VA Zip: 22033

Interest owned (Surface, Coal or Fee Simple): MINERAL

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

QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929

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

Page 1 of 1

Legal description: _____

Describe the nature of the interest: _____

Legal Description: _____

Describe the nature of the interest: _____

Legal description: _____

Describe the nature of the interest: _____

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

**PUBLIC NOTICE OF APPLICATION
TO TRANSFER A SURFACE COAL MINING PERMIT**

In accordance with the provision of Act No. 81-435 of the State of Alabama and the regulations promulgated under this act, Quality Coal Company, Inc., P.O. Box 2075, Jasper, AL 35502 hereby gives notice that it has filed application to succeed by transfer to the rights granted under Surface Coal Mining Permit P-3929 currently held by Reed Minerals. Inc., 3699 Industrial Parkway, Jasper, AL 35502. The operation is known as the Slate Creek Mine located in:

From the intersection of Highway 124 and Pleasant Grove Road travel south on Pleasant Grove Road approximately 2 miles the mine entrance on the left and right.

SW/NW, NW/SW, NE/SW, SW/SW of Section 27, SW/NE, SE/NE, NE/SE, NW/SE, SE/SE, SW/SE of Section 28, Township 14 South, Range 8 West, all in Walker County, Alabama.

Any person whose interests are or may be adversely affected by said transfer, may file written comments within thirty (30) days of this notice to the Alabama Surface Mining Commission, P. O. Box 2390, Jasper, Alabama 35502-2390.

This notice to be published in the Daily Mountain Eagle.

TO THE Daily Mountain Eagle:

Please run this notice one time as soon as possible.

Please send invoice to:

McGehee Engineering Corp.

P. O. Box 3431

Jasper, AL 35502-3431

Telephone (205) 221-0686

Please send a notarized proof of publication to:

Also, if you should have any questions or need additional information, please call:

McGehee Engineering Corp.

P. O. Box 3431

Jasper, AL 35502-3431

Telephone (205) 221-0686

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

QUALITY COAL COMPANY, INC.

SLATE CREEK MINE, P-3929

**ALABAMA SURFACE MINING COMMISSION
SURFACE MINING PERMIT APPLICATION**

PART VI

Prepared by:

MCGEHEE ENGINEERING CORP.

P. O. Box 3431
450 19th Street West
Jasper, Alabama 35502-3431
Telephone (205) 221-0686
Email: cw@mcgehee.org

QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3926 3929

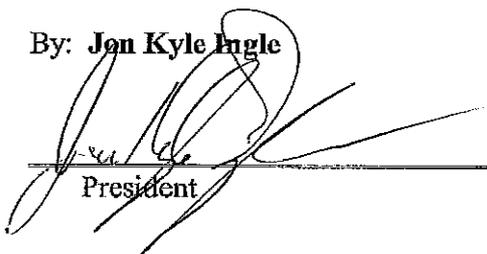
PART VI - VERIFICATION OF PERMIT APPLICATION (771.27)

I, the undersigned operator and holder of an A.S.M.C. license do hereby submit this as my application for a permit to engage in surface coal mining operation and certify that the information in the application is true and correct to the best of my information and belief. This application is submitted in conformance with rules and regulations of the Commission and it is agreed that any operations pursuant to the permit will be conducted in accordance with those rules and regulations. I further certify that I will keep the Commission advised of any changes of facts as may pertain to the license information or this permit application.

Quality Coal Company, Inc.
Licensee:

License No.: L-743

By: **Jon Kyle Ingle**



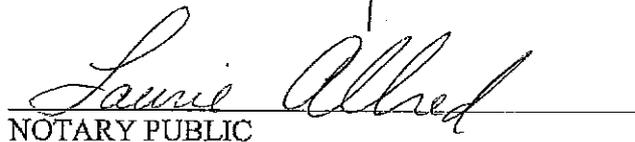
President

STATE OF ALABAMA)))

COUNTY OF WALKER)))

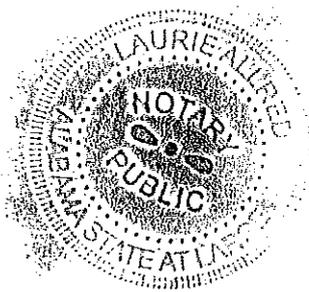
Before me, the undersigned authority, personally appeared **Jon Kyle Ingle** who being duly sworn upon oath, deposed and said, that he has read the foregoing application, that he is the responsible official of the applicant who executed the application, that the facts and matters contained therein are true and correct to the best of his information and belief, and that he executed the same for the purposes therein expressed.

Sworn to and subscribed before me, this 5th day of May, 2011.



NOTARY PUBLIC

My Commission Expires: My Commission Expires
June 26, 2012



{ S E A L }

**QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929**

QUALITY COAL COMPANY, INC.

SLATE CREEK MINE, P-3929

ALABAMA SURFACE MINING COMMISSION
SURFACE MINING PERMIT APPLICATION

PART VII

Prepared by:

MCGEHEE ENGINEERING CORP.

P. O. Box 3431
450 19th Street West
Jasper, Alabama 35502-3431
Telephone (205) 221-0686
Email: cw@mcgehee.org

QUALITY COAL COMPANY, INC.
SLATE CREEK MINE, P-3929

PART VII - FINAL VERIFICATION OF PERMIT APPLICATION P-3929

I, the undersigned operator and holder of an A.S.M.C. license do hereby certify that:

- The information in the license file regarding ownership and control and violation information is accurate and complete as of this date.
- The information in the license file regarding ownership and control and violation information is not accurate and complete as of this date. The necessary update is attached.

This application is submitted in conformance with rules and regulations of the Commission and it is agreed that any operations pursuant to the permit will be conducted in accordance with those rules and regulations. I further certify that I will keep the Commission advised of any changes of facts as may pertain to the license information or this permit application.

Licensee: Quality Coal Company, Inc.

License No.: L-743

By: *Jon Kyle Ingle, Pres.*
Jon Kyle Ingle, President

Date: Jan. 19th 2012

STATE OF ALABAMA)))

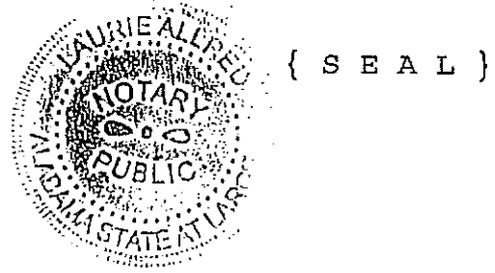
COUNTY OF WALKER)))

Before me, the undersigned authority, personally appeared **Jon Kyle Ingle** who being duly sworn upon oath, deposed and said, that he has read the foregoing application, that he is the responsible official of the applicant who executed the application, that the facts and matters contained therein are true and correct to the best of his information and belief, and that he executed the same for the purposes therein expressed.

Sworn to and subscribed before me, this 19th day of January, 2012.

Laurie Allred
NOTARY PUBLIC **My Commission Expires
June 26, 2012**

My Commission Expires: _____



ASMC PERMIT TRANSFER AGREEMENT

This Agreement is entered into this date by **Reed Minerals, Inc.** and **Quality Coal Company, Inc.** in order to effect a transfer of Alabama Surface Mining Commission Permit No. P-3929 (Slate Creek Mine) and the responsibility, coverage, and liability there under from **Reed Minerals, Inc.** to **Quality Coal Company, Inc.**

On the date such transfer becomes effective; **Quality Coal Company, Inc.** agrees to assume the responsibility, coverage, and liability of ASMC Permit No. P-3929 and **Reed Minerals, Inc.** agrees to relinquish all rights that it may have under said permit.

This agreement is entered into by both parties this the 5th day of May, 2011. Said transfer is to become effective on the effective date of the ASMC Permit No. P-3929 transfer approval.

Reed Minerals, Inc.

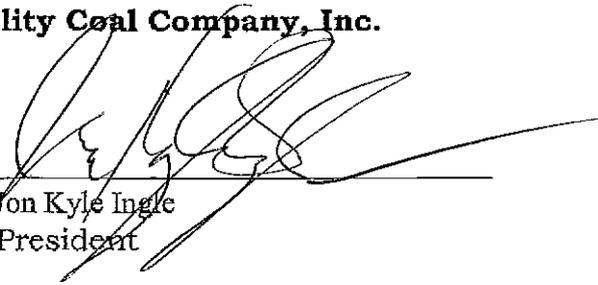

Witness Signature

By: 
Robert Reed
President

.....

Quality Coal Company, Inc.


Witness Signature

By: 
Jon Kyle Ingle
President