



AECoal LLC

August 9th, 2012

BH002.12

Nancy Nuttbrock
Administrator
Wyoming Department of Environmental Quality-Land Quality Division
Herschler Building
122 West 25th Street
Cheyenne, WY 82002
(307) 777-7756

RE: Contemporaneous Reclamation, Big Horn Mine, Permit No. 213-T7

Dear Mrs. Nuttbrock,

I am writing in response to your letter received in on the 21st of September, 2011. As you may be aware, on November 14, 2011, Ambre Energy North America, Inc., through its wholly-owned subsidiary KCP, Inc., purchased a 100% interest in the Big Horn Mine. This mine was purchased from Level 3 Communications, Inc., and now the mine is being managed by AECoal.

At this time, AECoal is evaluating the potential for future resource extraction at or around the Big Horn Mine. Within the next two years, we will conduct prospecting activities within the area of the mine site to further evaluate the potential for future development and to determine the value of the remaining asset. The need for the shop/ facilities area is essential for our plan of development and will be used as a storage facility for both agricultural and industrial purposes.

AECoal is in concurrence with your statement in which some lands are now ready for final bond release. We have every intention on working with your staff at the District III office to achieve final bond release on those remaining lands.

I would welcome the opportunity to meet with you in person, to better discuss AECoal's strategy and direction, in regards to the Big Horn Mine. Please feel free to contact me if you have any questions regarding this matter.

Sincerely,

Jordan Sweeney
Environmental Engineer
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