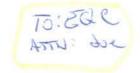


J.S. ENERGY CORP.



877 NORTH 8th WEST

PHONE (307) 856-9271

RIVERTON, WYOMING 82501

January 7, 2002

JAN 08 2002

LAND QUALITY DIV.

Mr. John Erickson District II, Assistant Supervisor Wyoming Department of Environmental Quality Land Quality Division 250 Lincoln Street

Re: Retraction of Request for 1st Renewal of Interim Mine Stabilization

Dear Mr. Erickson:

Lander, WY 82520

Due to the fact that U.S. Energy/Crested Corp. (USECC) has commenced reclamation at the Sheep Mountain Mines the need for another 5-year Interim Mine Stabilization (IMS) request should not be required. Therefore, USECC is retracting the request for IMS (TFN 3 1/347) that was submitted on September 18, 2000.

USECC continues to work on an updated reclamation plan and schedule. Until the plan has been completed, submitted and approved the following reclamation schedule shall be adhered to:

2002 - 2003 Golden Goose II

Remove headframe and associated buildings Cover or remove concrete floor/structures

Reserve Mine

Remove headframe and associated buildings

Cover or remove concrete floor/structures

2003 - 2004 Seismic Mine

Remove headframe and associated buildings Backfill shaft/cap

Cover or remove concrete floor/structures

Golden Goose I

Remove headframe and associated buildings Cover or remove concrete floor/structures

APR 0 3 2002

Terri A. Lorenzon, Director Environmental Quality Council Thank you for your attention to this matter and if you have any questions in regards to the submittal please feel free to call me.

Sincerely,

U.S. Energy/Crested Corp.

Daniel Arima

Environmental Coordinator

cc: Fred Georgeson - BLM, Lander Office

FILED

APR 0 3 2002

Terri A. Lorenzon, Director Environmental Quality Council

