



15 May 2007

Our ref: 07/3216

Mr Phil English
Environment and Community Manager
Ulan Coal Mines Limited
PMB 3006
MUDGEES NSW 2850

Dear Phil

**SUBSIDENCE MANAGEMENT PLAN
RISK ASSESSMENT**

Thank you for your letter of 30 April 2007 regarding the Draft Report
Subsidence and Environmental Risk Assessment.

The Department has reviewed the Risk Assessment and considers that UCML
have addressed the relevant criteria and potential impacts. It is evident that the
stability of escarpments and significant clifflines, pagodas or steep slopes are
not an issue for this application, however there should be some reference within
the application to show that this has been considered.

Thank you for the opportunity to comment on this draft report. If you have any
queries please contact me on (02) 6360 5359.

Yours faithfully

Kay Oxley
A/MANAGER REGIONAL OPERATIONS – CENTRAL WEST