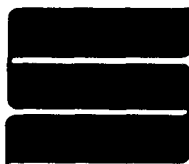


Daniel W. Heintz
VICE PRESIDENT
ENVIRONMENTAL AFFAIRS



June 17, 1996

Ms. Stephanie **Simstad**
Environmental Specialist
SWDO-Division of Emergency and Remedial Response
Ohio Environmental Protection Agency
401 East Fifth Street
Dayton, Ohio 45402-29 11

Re: Southdown, Inc.
CKD Landfill No. 1
Fairbom, Ohio

Dear Ms. **Simstad**:

As promised at the April 12, 1995 meeting with representatives of Southdown, Inc. (Southdown), **Panterra** Corporation (Panterra) and Ernie Neal, we are providing this monthly update on activities conducted at the Landfill No. 1 site. The purpose of this update is to keep the Agency informed on the nature and extent of site developments in the event that inquiries arise.

During the past month, measurement of ground water levels and surface water flows continued as well as observation of the pilot test applications of potential CKD cover materials. This field data has been incorporated into the site database.

At the meeting with USX, Corp. on May 22, 1996 the parties agreed to proceed with conducting a Phase II investigation to evaluate further the remedial alternatives for Landfill No. 1. Panterra, Corp. is presently preparing the scope of work for this next phase. No substantial progress was made with respect to settlement of the lawsuit between the parties.

A presentation was made to representatives of Ohio EPA on June 13, 1996 which described the results of the of the Phase I investigation.

I trust that the above is sufficient to keep the Agency informed of the activities performed to date at the Landfill No. 1 site. Should you need additional information, please feel free to contact me at (713) 653-6956.

Sincerely,

Daniel W. Heintz
Vice President
Environmental Affairs

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