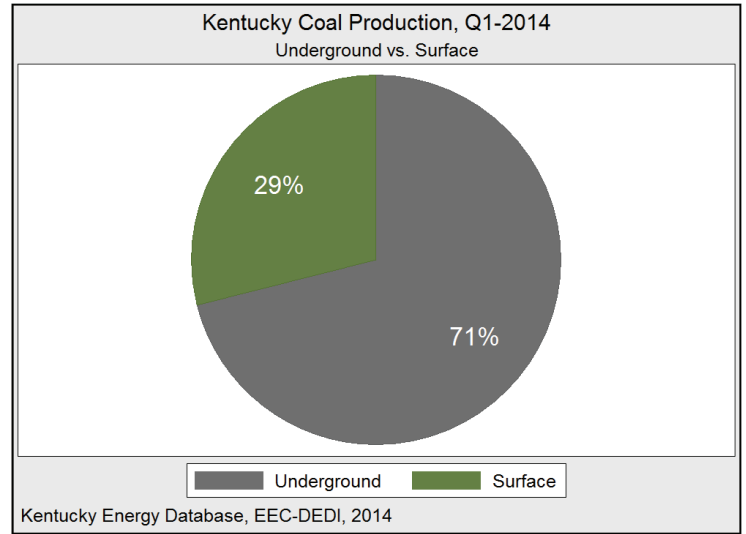
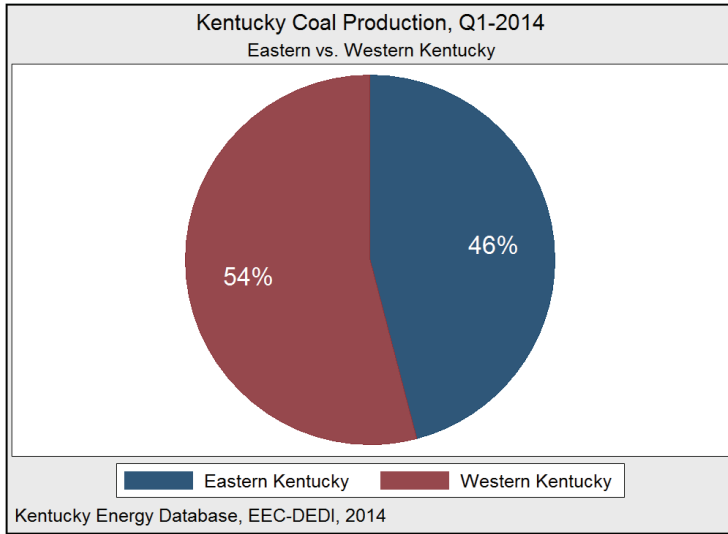


Kentucky Quarterly Coal Report

January to March 2014

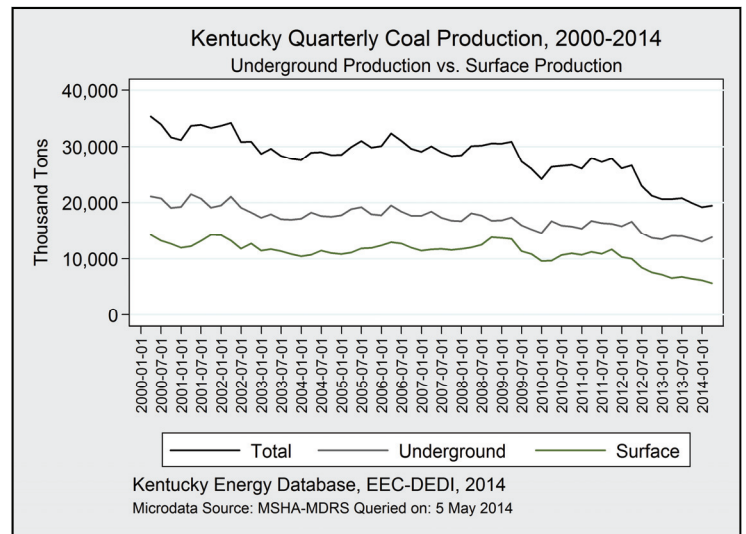
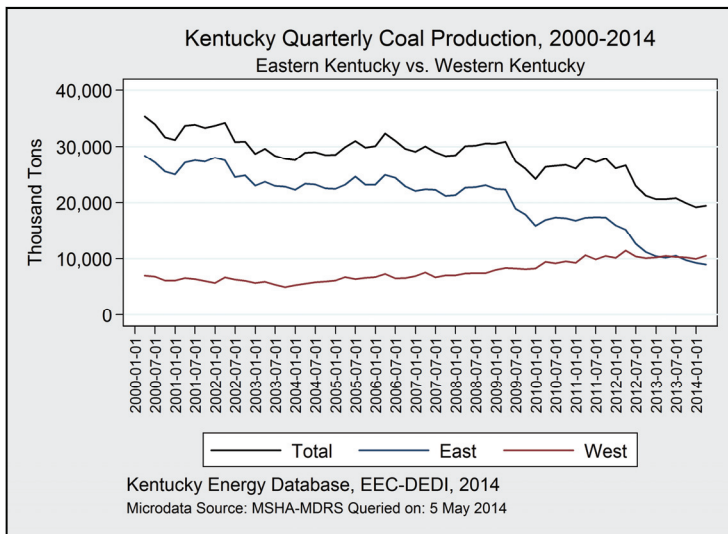


Region	Q1 Tonnage	Quarter Change
Total	19,457,152	+1.4%
Western Kentucky	10,524,926	+5.9%
Eastern Kentucky	8,932,226	-3.5%

Mine Type	Q1 Tonnage	Quarter Change
Total	19,457,152	+1.4%
Underground	13,824,572	+6.2%
Surface	5,632,580	-8.8%

Preliminary data indicate that Kentucky coal mines produced 19.5 million tons during the first quarter of 2014, an increase of 1.4 percent from the fourth quarter of 2013.

Coal production at underground coal mines increased by 6.2 percent during the first quarter of 2014, and accounted for 71 percent of total Kentucky production.

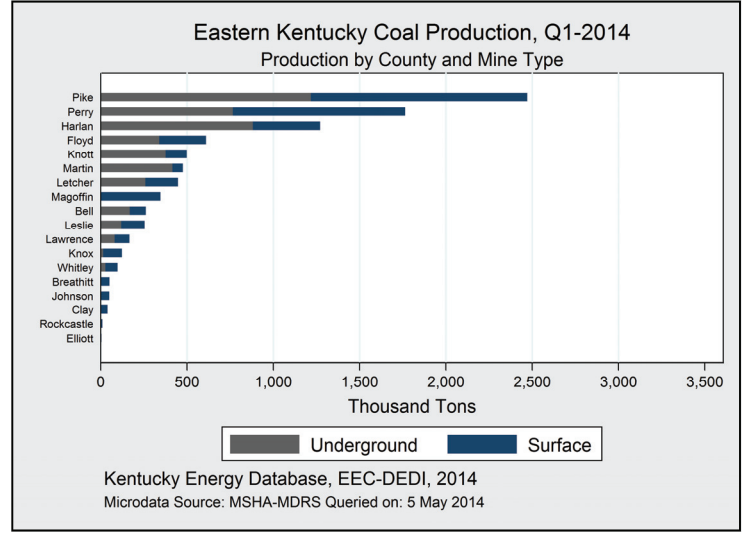
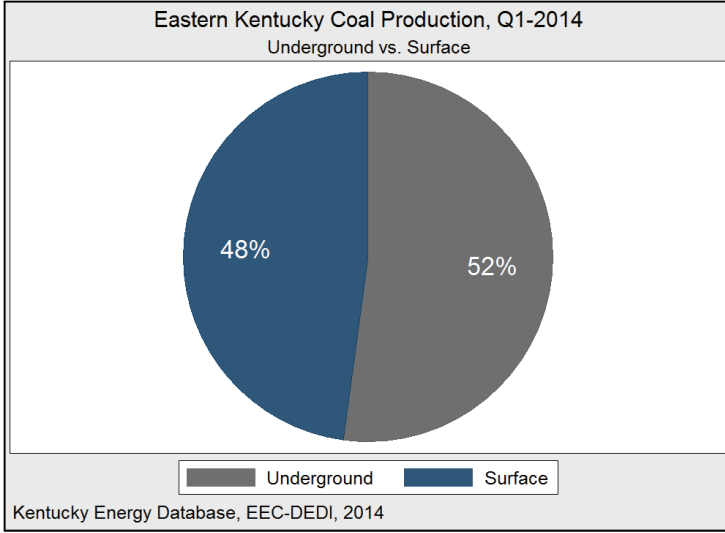


Total coal production increased by 1.4 percent from the fourth quarter of 2013 to a quarterly rate of 19.5 million tons, 10.5 and 8.9 million tons in western and eastern Kentucky respectively.

During the first quarter of 2014, Kentucky produced coal from underground mines at a rate of 13.8 million tons per quarter, an increase of 6.2 percent from the fourth quarter of 2013. Coal production at surface mining operations slowed to 5.6 million tons per quarter, a decrease of 8.8 percent.

Eastern Kentucky Coal Production

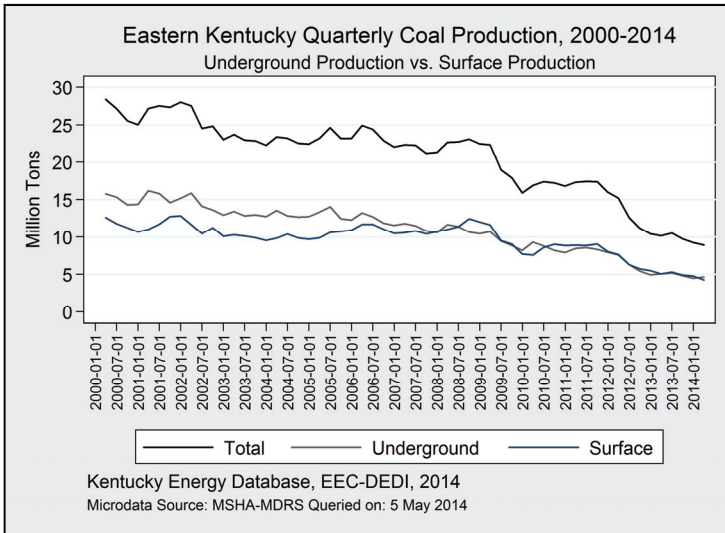
January to March 2014



Mine Type	Q1 Tonnage	Quarter Change
Total	8,932,226	-3.5%
Underground	4,657,635	+4.1%
Surface	4,274,591	-10.6%

Eastern County	Q1 Tonnage	Quarter Change
Pike	2,471,132	+4.6%
Perry	1,764,151	-8.7%
Harlan	1,271,150	+18.2%
Floyd	609,212	-5.4%
Knott	498,352	+0.3%
Martin	476,175	-28.7%
Letcher	446,996	-6.7%
Magoffin	345,475	-0.4%
Bell	260,818	-19.7%
Leslie	253,737	-14.1%
Lawrence	165,600	-16.5%
Knox	121,946	+7.4%
Whitley	96,528	-12.4%
Breathitt	50,452	-28.8%
Johnson	49,746	-33.0%
Clay	38,620	+10.7%
Rockcastle	8,802	-
Elliott	3,334	-78.2%

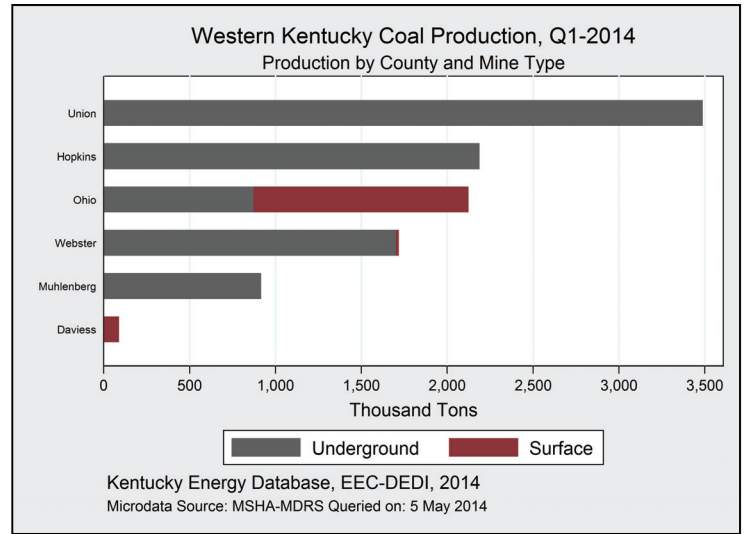
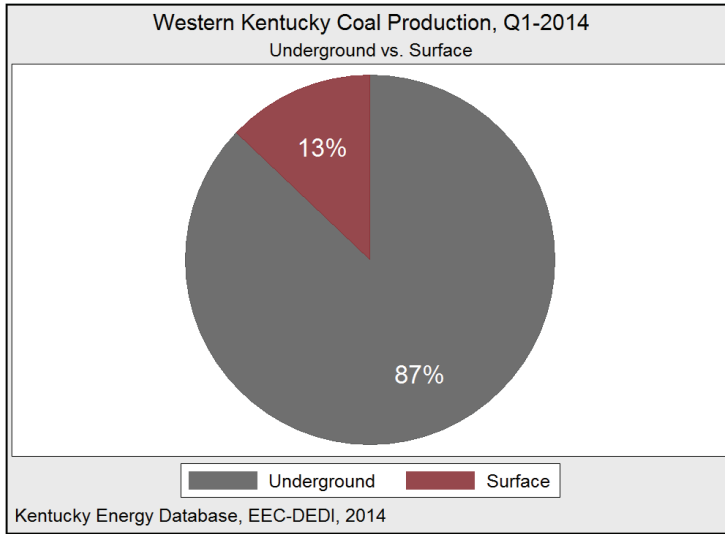
Eastern Kentucky coal production decreased in the first quarter by 3.5 percent to 8.9 million tons of coal, 52 percent from underground mines and 48 percent from surface mines.



Underground mining techniques became the leading method of coal extraction in eastern Kentucky as production increased from underground operations by 4.1 percent and slowed at surface mining operations by 10.6 percent.

Pike County remained the largest coal producing county in eastern Kentucky and the second largest producing county overall, producing nearly 2.5 million tons during the first quarter of 2014. Rockcastle County increased coal production to 8,802 tons during the first quarter of 2014 from no production during the third or fourth quarters of 2013.

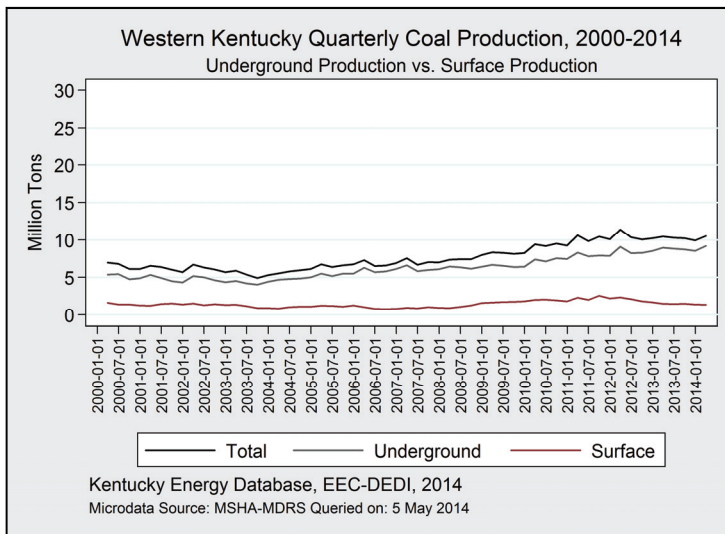
Western Kentucky Coal Production



Mine Type	Q1 Tonnage	Quarter Change
Total	10,524,926	+5.9%
Underground	9,166,937	+7.3%
Surface	1,357,989	-2.5%

Western Kentucky mined over 10.5 million tons during the first quarter of 2014, 87 percent from underground mines and 13 percent from surface mines.

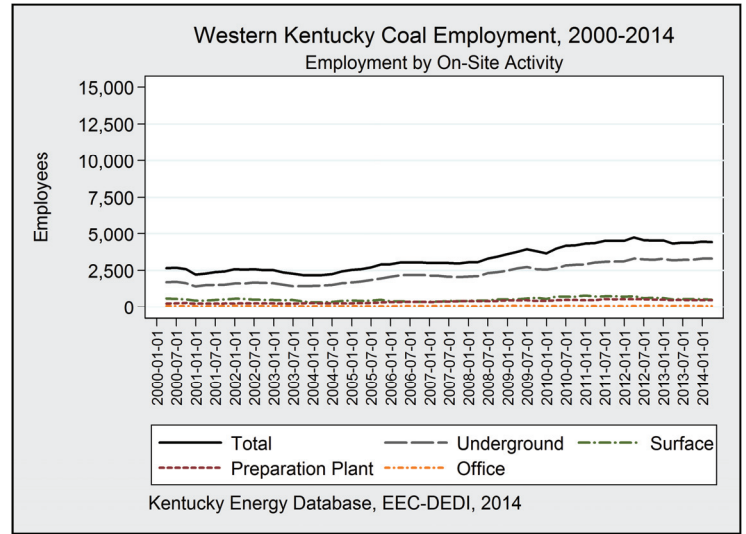
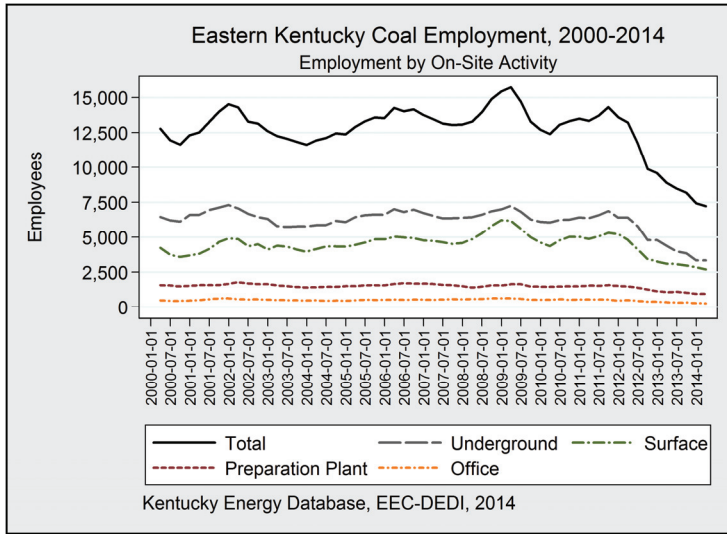
Western County	Q1 Tonnage	Quarter Change
Union	3,488,198	+9.4%
Hopkins	2,188,546	+6.0%
Ohio	2,123,984	+2.2%
Webster	1,718,810	+12.9%
Muhlenberg	916,159	-6.4%
Daviess	89,229	-14.5%



Western Kentucky coal production increased by 5.9 percent during the first quarter of 2014. Union County remained Kentucky's leading coal producing county, producing nearly 3.5 million tons for the quarter.

Kentucky Coal Mine Employment

January to March 2014



Eastern Counties	Q1 Employment	Quarter Change
Total	7,235	-201 -2.7%
Pike	1,875	-22 -1.2%
Perry	1,112	-111 -9.1%
Harlan	1,010	+78 +8.4%
Floyd	519	+13 +2.6%
Martin	475	-177 -27.1%
Letcher	402	-1 -0.2%
Knott	354	84 +31.1%
Bell	352	-12 -3.3%
Leslie	220	-34 -13.4%
Knox	184	9 +5.1%
Magoffin	162	-13 -7.4%
Whitley	154	+0 +0%
Lawrence	152	+7 +4.8%
Johnson	72	-3 -4.0%
Boyd	72	-4 -5.3%
Clay	54	-2 -3.6%
Breathitt	42	+2 +5.0%
Elliot	10	+0 +0%
McCreary	9	-16 -64.0%
Rockcastle	5	+5 —

Western Counties	Q1 Employment	Quarter Change
Total	4,415	-34 -0.7%
Union	1,325	-3 -0.2%
Hopkins	974	-1 -0.1%
Ohio	836	-2 -0.2%
Webster	684	+15 +2.2%
Muhlenberg	453	-24 -5.0%
Marshall	44	-6 -12.0%
Livingston	44	+7 18.9%
Daviess	36	-7 -16.3%
McLean	19	-3 -13.6%

Description	Q1 Employment	Quarter Change
Kentucky Total	11,650	-235 -2.0%
Underground	6,646	+3 +<0.01%
Surface	3,213	-201 -5.9%
Preparation Plant	1,428	-10 -0.7%
Office	363	-27 -6.9%

Kentucky coal mines reduced on-site employment by 235 workers, or 2.0 percent, during the first quarter of 2014. As of April 1, an estimated 11,650 persons are employed at Kentucky coal mines. Underground mines across Kentucky increased staff by 3 miners, while surface mines reduced staff by 201 employees. Coal preparation plants reduced employment by 10, while on-site office staff were reduced by 27.

Eastern Kentucky coal mines reduced total employment by 201 persons, or 2.7 percent, during the first three months of 2014. Coal mines in western Kentucky decreased total employment by 34 jobs.

Date		Kentucky Total				Eastern Kentucky				Western Kentucky			
		Average Employment		Tons of Coal Produced		Average Employment		Tons of Coal Produced		Average Employment		Tons of Coal Produced	
		Annual	Quarter	Annual	Quarter	Annual	Quarter	Annual	Quarter	Annual	Quarter	Annual	Quarter
2007	Q1	16,194	16,449	115,408,135	29,857,552	13,189	87,140,740	22,302,720	3,005	3,000	28,267,395	7,554,832	
	Q2		16,179		29,012,344			13,182		22,330,520		2,997	6,681,824
	Q3		16,031		28,226,908			13,061		21,207,510		2,970	7,019,398
	Q4		16,116		28,311,331			13,065		21,299,990		3,051	7,011,341
2008	Q1	17,748	16,365	121,059,852	30,003,678	14,390	90,884,900	22,637,880	3,357	3,079	30,174,952	7,365,798	
	Q2		17,269		30,179,429			13,973		22,771,390		3,296	7,408,039
	Q3		18,328		30,483,824			14,884		23,057,080		3,444	7,426,744
	Q4		19,028		30,392,921			15,418		22,418,550		3,610	7,974,371
2009	Q1	17,877	19,422	107,887,419	30,611,297	14,094	74,935,320	22,278,700	3,783	3,754	32,952,099	8,332,597	
	Q2		18,624		27,178,480			14,696		18,912,420		3,928	8,266,060
	Q3		17,079		25,993,920			13,282		17,865,250		3,797	8,128,670
	Q4		16,381		24,103,722			12,730		15,878,950		3,651	8,224,772
2010	Q1	17,180	16,290	105,169,487	26,138,293	13,072	68,273,880	16,921,040	4,109	3,890	36,895,607	9,217,253	
	Q2		17,133		26,297,751			13,062		17,358,670		4,071	8,939,081
	Q3		17,519		26,700,882			13,310		17,206,400		4,209	9,494,482
	Q4		17,778		26,032,561			13,514		16,787,770		4,264	9,244,791
2011	Q1	18,183	17,670	108,950,570	27,909,620	13,716	67,939,800	17,303,260	4,467	4,353	41,010,770	10,606,360	
	Q2		18,170		27,215,910			13,674		17,379,090		4,496	9,836,820
	Q3		18,794		27,778,980			14,285		17,315,100		4,509	10,463,880
	Q4		18,096		26,046,060			13,588		15,942,350		4,508	10,103,710
2012	Q1	15,679	17,943	91,331,390	26,654,700	11,095	49,285,070	15,255,170	4,583	4,729	42,046,320	11,399,530	
	Q2		16,287		22,935,560			11,740		12,579,560		4,547	10,356,000
	Q3		14,377		21,172,280			9,863		11,093,610		4,514	10,078,670
	Q4		14,107		20,568,850			9,564		10,356,730		4,543	10,212,120
2013	Q1	12,636	13,216	80,551,300	20,617,040	8,252	39,845,576	10,329,510	4,384	4,326	40,878,967	10,446,242	
	Q2		12,879		20,810,550			8,487		10,624,190		4,392	10,288,110
	Q3		12,563		19,933,820			8,195		9,700,223		4,368	10,209,207
	Q4		11,885		19,189,890			7,436		9,191,653		4,449	9,935,408
2014	Q1		11,650		19,457,152		7,235		8,932,226		4,415		10,524,926

Note: Production and employment data for Q1-2014 are preliminary and subject to revision. Data for previous dates have been revised.