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*Counsel for the Official Committee of  
Unsecured Creditors of Patriot Coal Corporation, et al.*

**UNITED STATES BANKRUPTCY COURT  
SOUTHERN DISTRICT OF NEW YORK**

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In re: : Chapter 11  
: :  
PATRIOT COAL CORPORATION, *et al.*, : Case No. 12-12900 (SCC)  
: :  
: :  
Debtors. : Jointly Administered  
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**NOTICE OF FILING OF AMENDED ALLOCATION  
FOR THE APPLICATION OF THE OFFICIAL COMMITTEE OF  
UNSECURED CREDITORS OF PATRIOT COAL CORPORATION  
ET AL. AUTHORIZING THE EMPLOYMENT AND RETENTION OF HOULIHAN  
LOKEY CAPITAL, INC. AS ADVISOR, NUNC PRO TUNC TO JULY 24, 2012**

**PLEASE TAKE NOTICE OF THE FOLLOWING:**

1. On September 27, 2012, The Official Committee of Unsecured Creditors (the "**Committee**") of the above-captioned debtors and debtors in possession (collectively, the "**Debtors**") filed the Application of the Official Committee of Unsecured Creditors of Patriot Coal Corporation *et al.* Pursuant to Fed. R. Bankr. P. 2014(a) for an Order Under Sections 328(a) & 1103 of the Bankruptcy Code Authorizing the Employment and Retention of Houlihan Lokey Capital, Inc. as Advisor, *Nunc Pro Tunc* to July 24, 2012 (the "**Application**") (Docket No. 819). Exhibits to the Application included an Allocation Coordinating Responsibilities of Committee Advisor and Accounting Advisor (the "**Allocation**").

2. The Committee hereby files an amended exhibit to the Application. The amended Allocation (the "**Amended Allocation**") is attached hereto as **Exhibit A** and an electronic comparison of the Allocation to the Amended Allocation is attached hereto as **Exhibit B**.

3. Copies of the Application and Amended Allocation can be viewed and obtained via PACER at: [www.pacer.gov](http://www.pacer.gov) (for a fee) or on the Debtors' restructuring website at [www.patriotcaseinformation.com](http://www.patriotcaseinformation.com) (without charge).

Dated: New York, New York  
October 9, 2012

KRAMER LEVIN NAFTALIS & FRANKEL LLP

/s/ Adam C. Rogoff

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*Counsel for the Official Committee of  
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**Exhibit A**

**Amended Allocation**

**IN RE PATRIOT COAL CORPORATION, ET AL.  
CASE NO. 12-12900 (SCC)**

**COORDINATION OF RESPONSIBILITIES FOR ADVISOR AND FINANCIAL ADVISOR**

*With respect to the projects listed below, where appropriate the parties may coordinate with each other while avoiding duplication of efforts.*

<p align="center"><b><u>HOULIHAN LOKEY</u></b> <b>(PRIMARY FINANCIAL ADVISOR)</b></p>	<p align="center"><b><u>MESIROW FINANCIAL CONSULTING</u></b> <b>(FINANCIAL ADVISOR)</b></p>
<ul style="list-style-type: none"> <li>• Analysis of DIP financing, including historical analysis of negotiations resulting in proposed DIP facility and other options</li> <li>• Monitor and analyze liquidity/cash flow including variances and near-term cash forecast</li> <li>• Analysis of intercompany transactions and payables/receivables, including non-debtor subsidiaries and affiliates</li> <li>• Analysis of first and second day motions</li> <li>• Business plan and operations analysis, including development of improvements</li> <li>• Strategic alternatives/restructuring alternatives</li> <li>• Analysis and review of SEC filings, MORs, other financial reports, SOFAs and schedules (other than intercompany transactions)</li> <li>• Capital structure/debt capacity</li> <li>• Valuation analysis and testimony, including solvency analyses and accompanying valuation in connection with plan, exit strategy, avoidance actions and “NOL preservation” orders</li> <li>• Collateral analysis and review/Committee lien investigation</li> <li>• Section 1113/1114 overall strategic analysis</li> <li>• Executory contracts analysis</li> </ul>	<ul style="list-style-type: none"> <li>• Provide litigation support services, which may include but are not limited to assisting with discovery, advising on damages and providing expert testimony if necessary to assist the Committee in analyzing potential causes of action (the “<u>Causes of Action</u>”), including potential preferences and fraudulent conveyances, specifically, including the investigation of transactions with Peabody, Arch, and ArcLite and specific valuation analyses related thereto</li> <li>• Analyze existing and proposed employee compensation programs including any proposed annual incentive bonus program/KEIP as well as OPEB<sup>1</sup>/Pension/Labor obligations, including funding status and financial analysis</li> <li>• Provide tax analyses and tax advice regarding any proposed Plan of Reorganization, including any post-confirmation trust that may be established</li> <li>• Analyze intercompany claims and transactions, including as set forth on the Debtors’ Schedules/Statements of Financial Affairs</li> </ul>

<sup>1</sup> OPEB means “Other Post-Employment Benefits.”

**Exhibit B**

**Electronic Comparison of Allocation to Amended Allocation**

**Confidential**

**IN RE PATRIOT COAL CORPORATION, ET AL.  
CASE NO. 12-12900 (SCC)**

**COORDINATION OF RESPONSIBILITIES FOR ~~INVESTMENT BANKER AND~~ ADVISOR AND FINANCIAL ADVISOR**

*With respect to the projects listed below, where appropriate the parties may coordinate with each other while avoiding duplication of efforts.*

<p><b>HOULIHAN LOKEY</b> <b>(<del>INVESTMENT BANKING</del> PRIMARY FINANCIAL ADVISOR)</b></p>	<p><b>MESIROW FINANCIAL CONSULTING</b> <b>(<del>FORENSIC ACCOUNTING</del>/FINANCIAL ADVISORY ADVISOR)</b></p>
<ul style="list-style-type: none"> <li>• Analysis of DIP financing, including historical analysis of negotiations resulting in proposed DIP facility and other options</li> <li>• Monitor and analyze liquidity/cash flow including variances and near-term cash forecast</li> <li>• Analysis of intercompany transactions and payables/receivables, including non-debtor subsidiaries and affiliates</li> <li>• Analysis of first and second day motions</li> <li>• Business plan and operations analysis, including development of improvements</li> <li>• Strategic alternatives/restructuring alternatives</li> <li>• Analysis and review of SEC filings, MORs, other financial reports, SOFAs and schedules (other than intercompany transactions)</li> <li>• Capital structure/debt capacity</li> <li>• Valuation analysis and testimony, including solvency analyses and accompanying valuation in connection with plan, exit strategy, avoidance actions and “NOL preservation” orders</li> <li>• Collateral analysis and review/Committee lien investigation</li> <li>• Section 1113/1114 overall strategic analysis</li> <li>• Executory contracts analysis</li> </ul>	<ul style="list-style-type: none"> <li>• <del>Analysis and assistance on</del> Provide litigation support services, which may include but are not limited to assisting with discovery, advising on damages and providing expert testimony if necessary to assist the Committee in analyzing potential causes of action (the “Causes of Action”), including potential preferences and fraudulent conveyances, specifically, including the investigation of transactions with Peabody, Arch, and ArcLite and specific valuation analyses related thereto</li> <li>• <del>OPEB</del> Analyze existing and proposed employee compensation programs including any proposed annual incentive bonus program/KEIP as well as OPEB<sup>1</sup>/Pension/Labor Analysis—pension and benefit plan obligations, including funding status and actuarial financial analysis of contributions and claims</li> <li>• Provide litigation support services, including e-discovery in connection with the Causes of Action or other litigation support requested by the Committee tax analyses and tax advice regarding any proposed Plan of Reorganization, including any post-confirmation trust that may be established</li> <li>• Tax analyses</li> <li>• Management assessment, analysis of any proposed annual incentive bonus program/KEIP</li> <li>• <del>Analysis of</del> Analyze intercompany claims and transactions, including as set forth on the Debtors’ Schedules/SOFA Statements of Financial Affairs</li> </ul>

<sup>1</sup> OPEB means “Other Post-Employment Benefits.”