

**Objection Deadline: December 10, 2012 at 4:00 p.m. (prevailing Eastern Time)
Hearing Date (if necessary): To Be Determined**

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

In re:

PATRIOT COAL CORPORATION, *et al.*,

Debtors.

Chapter 11

Case No. 12-12900 (SCC)

(Jointly Administered)

**NOTICE OF SALE OF CERTAIN OF THE DEBTORS' ASSETS
FREE AND CLEAR OF LIENS, CLAIMS AND ENCUMBRANCES
PURSUANT TO SECTION 363 OF THE BANKRUPTCY CODE**

PLEASE TAKE NOTICE that, on August 16, 2012, the United States Bankruptcy Court for the Southern District of New York (the "**Court**") entered the attached order (the "**Order**") granting approval of certain procedures (the "**Procedures**") for (i) the sale of certain assets ("**De Minimis Assets**"), free and clear of all liens, claims and encumbrances and (ii) the abandonment of certain De Minimis Assets [ECF. No. 372] in the chapter 11 cases of Patriot Coal Corporation and its subsidiaries that are debtors and debtors in possession in these proceedings (collectively, the "**Debtors**").

PLEASE TAKE FURTHER NOTICE that, pursuant to the terms of the Order, unless a written objection ("**Objection**") is filed with the Court and served in the manner provided for in the Order by December 10, 2012, the De Minimis Assets listed on Appendix A attached hereto will be sold free and clear of all liens, claims, encumbrances or interests pursuant to, among other provisions, section 363 of title 11 of the United States Code, in accordance with the Order.

PLEASE TAKE FURTHER NOTICE that, if an Objection is timely filed and served in accordance with the Order, the Debtors and the objecting party will use good faith efforts to resolve the Objection. If the Debtors and the objecting party are unable to consensually resolve the Objection, the Debtors shall not proceed with the sale of the De Minimis Assets that are the subject of the Objection pursuant to the Procedures, but may seek Court approval of the proposed transaction.

Dated: New York, New York
November 29, 2012

By: /s/ Michelle M. McGreal

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APPENDIX A

Assets(s) to be Sold	Identity of Purchaser	Proposed Purchase Price and Any Commissions to be Paid to Third Parties	Marketing Efforts	If Applicable:	
				Affected Mining or Related Permit(s) and License(s) (and Surety Provider(s), if applicable)	Description of Known Environmental Contamination Requiring Reporting to Governmental Unit
<p>The Lower 5 Block seam and all seams of coal above the Lower 5 Block seam within a tract of land containing approximately 2,473 acres (663 coal acres) located west of Witchers Creek and the Left Fork of Witchers Creek in Cabin Creek District, Kanawha County, West Virginia, containing approximately 850,000 tons of recoverable saleable coal reserves within a current mine plan (the “Premises”).</p>	<p>Pardee Minerals, LLC</p>	<p>\$2,300,000 (plus, in the event that coal in excess of 850,000 tons is mined and sold from the Premises, an amount equal to 3.5% of the sale price of each ton of such coal).</p> <p>No commissions are to be paid to any third party.</p>	<p>The majority of the coal reserves contained in the Premises are leased to the current lessee (the “Lessee”). Discussions concerning the sale of the Premises were first held with the Lessee in October 2011. The Lessee subsequently determined that it did not want to proceed further with a purchase of the Premises itself and introduced Pardee Minerals, LLC, a natural resource landholding company into the discussion. Pardee would acquire the Premises and fund the Lessee portion of the railroad construction costs.</p>	<p>Surface Mining Permit No. S-3015-09 issued to Lessee by the West Virginia Department of Environmental Protection.</p> <p>National Pollutant Discharge Elimination System Permit No. WV1024418 issued to Lessee by the West Virginia Department of Environmental Protection.</p>	<p>N/A</p>