



Peabody Energy (NYSE: BTU) is the world's largest private-sector coal company and a global leader in sustainable mining and clean coal solutions. The company serves metallurgical and thermal coal customers in nearly 25 countries on six continents.

Peabody's global platform reaches six continents and creates a strategic advantage. The company has, through its subsidiaries, majority interests in 27 coal operations located throughout all major U.S. coal-producing regions and in Australia.

Peabody is uniquely positioned for success with access to the best global markets through our Australia platform, trading activities and Asia projects. The company also holds leading positions in the fastest-growing U.S. regions and has an unmatched reserve base and liquidity to create shareholder value.

Peabody markets, brokers and trades coal in the world's fastest-growing economies. Peabody has trading and business offices in China, Australia, the United Kingdom, Singapore, Indonesia, Germany, Mongolia, India and the United States. Other energy-related commercial initiatives include the development of supercritical generation, the management of vast coal reserves, and Btu Conversion technologies to transform coal to natural gas and transportation fuels.

Peabody marked many notable accomplishments in 2013:

- Achieved another year of record safety results with a global incidence rate that is 46 percent better than the industry average;
- Delivered revenues totaling \$7 billion, leading to Adjusted EBITDA of \$1.05 billion;
- Saved \$340 million from cost initiatives and reduced capital investments by 67 percent;
- Increased Australia sales volumes to a record setting 34.9 million tons, with metallurgical coal sales rising to 15.9 million tons;
- Generated \$722 million of operating cash flow to allow for more than \$200 million in debt reduction;
- Advanced key initiatives and relationships in Asia, such as the new trading joint venture with Shenhua for thermal imports into China where we now hold the priority supplier position;
- Earned more than 25 awards for safety, land restoration, mine recognition, community involvement and corporate excellence.



United States

Peabody Energy is the production and reserves leader in the fastest-growing U.S. coal regions: The Powder River Basin in Wyoming and the Illinois Basin in Illinois and Indiana.

Peabody operates multiple underground mines and surface operations across the nation, and we have the assets and access to capital to enhance shareholder value and seize growth opportunities.

Peabody also continues to earn our reputation for safe, low-cost, environmentally responsible operations.

Peabody has earned the U.S. Department of Labor's highest honor – the Sentinels of Safety – in three of the four U.S. regions where the company operates.

Midwest Operations

Peabody is No. 1 in the Midwest, shipping about 30 million tons of coal annually from Illinois and Indiana mines to electricity generators and industrial customers throughout the region.

The company operates multiple underground and surface mines throughout the Illinois Basin, the fastest-growing coal-producing region in the United States.

Opened in 2010, Peabody's Bear Run Mine in Sullivan County, Ind., is the largest surface mine in the eastern United States, with an 8 million-ton annual production capacity.

Also in Indiana is Wild Boar Mine, the underground Francisco Mine and the Somerville Mine Complex located in Gibson County. The Somerville Mine Complex consists of three surface mines: Somerville North, Somerville South and Somerville Central.

In Illinois, Peabody operates the underground Gateway Mine and Wildcat Hills Mine, as well as the surface Cottage Grove Mine.



Bear Run Mine

Bear Run Mine is a surface operation in Sullivan County, Ind., and opened in 2010. It is the largest surface mine in the eastern United States. In 2013, the mine sold 8.2 million tons of coal. The mine has a capacity of up to 8 million tons annually and serves industrial facilities and customers that provide power for millions of residents in northern, central and southern Indiana as well as customers of electric co-ops and utilities far beyond the region.

Bear Run has a workforce of approximately 540 skilled workers and operates 24 hours per day, six days a week, year-round. The mine uses a combination of draglines, trucks and shovel, and dozer push to remove overburden and uncover coal in the Indiana No. 7, No. 6, No. 5A and No. 5 seams. The coal is hauled from the pit by truck to the preparation plant for crushing, processing and blending before being transported by train and truck to the utilities.

Bear Run Mine annually will inject more than \$165 million into the regional economy, which represents an implied economic benefit of about \$600 million.

Colorado Operations

Peabody's Twentymile Mine in Routt County, Colo., is one of the largest underground mines in the United States.

Coal from the Twentymile Mine has a high heating value of 11,200 Btu per pound and low sulfur and ash content, which makes it ideal for electricity generation.

Twentymile is a longwall operation, with one of the fastest, most powerful shearers in operation and longwall panels that are 1,000 feet wide and more than two miles long.

The operation's conveyor belt travels more than five miles underground and two miles on the surface. The Twentymile preparation plant is the largest of its kind west of the Mississippi River.