

Cloud Peak Energy Resources LLC
Form T-3/A
October 07, 2016

Use these links to rapidly review the document

[TABLE OF CONTENTS](#)

[Table of Contents](#)

**UNITED STATES
SECURITIES AND EXCHANGE COMMISSION**
Washington, D.C. 20549

Amendment No. 1
to

FORM T-3

**FOR APPLICATIONS FOR QUALIFICATION OF INDENTURES
UNDER THE TRUST INDENTURE ACT OF 1939**

**Cloud Peak Energy Resources LLC
Cloud Peak Energy Finance Corp.**

(Issuers)

Cloud Peak Energy Inc.
(Parent Guarantor)

**Antelope Coal LLC
Arrowhead I LLC
Arrowhead II LLC
Arrowhead III LLC
Big Metal Coal Co. LLC
Caballo Rojo Holdings LLC
Caballo Rojo LLC
Cloud Peak Energy Logistics LLC
Cloud Peak Energy Logistics I LLC
Cloud Peak Energy Services Company
Cordero Mining Holdings LLC
Cordero Mining LLC
Cordero Oil and Gas LLC
Kennecott Coal Sales LLC
NERCO Coal LLC
NERCO Coal Sales LLC
NERCO LLC
Prospect Land and Development LLC
Resource Development LLC
Sequatchie Valley Coal Corporation
Spring Creek Coal LLC**

Edgar Filing: Cloud Peak Energy Resources LLC - Form T-3/A

**Western Minerals LLC
Youngs Creek Holdings I LLC
Youngs Creek Holdings II LLC
Youngs Creek Mining Company, LLC**

(Subsidiary Guarantors)

(Name of applicants)

**505 S. Gillette Ave.
Gillette, Wyoming, 82716
(307) 687-6000**

(Address of principal executive offices)

Securities to be Issued Under the Indenture to be Qualified

Title of Class	Amount
12.00% Senior Secured Notes due 2021 Approximate date of proposed exchange offers:	Up to \$400,000,000 aggregate principal amount(1)

The exchange offers commenced on September 12, 2016 and will expire at 11:59 pm, New York City time, on October 12, 2016, unless extended or earlier terminated by the Issuers:

Name and address of agent for service:

**Colin Marshall
Chief Executive Officer
Cloud Peak Energy Inc.
505 S. Gillette Ave.
Gillette, Wyoming, 82716
(307) 687-6000**

With copies to:

**Shelly A. Barber
Vinson & Elkins L.L.P.
26th Floor
New York, New York 10103
(212) 237-0000
(212) 237-0100 (fax)**

**Bryan Pechersky, Esq.
Cloud Peak Energy Inc.
385 Interlocken Crescent, Suite 400
Broomfield, Colorado 80021
(720) 566-2900**

The Applicants (as defined below) hereby amend this application for qualification on such date or dates as may be necessary to delay its effectiveness until: (i) the 20th day after the filing of an amendment that specifically states that it shall supersede this application, or (ii) such date as the Securities and Exchange Commission, acting pursuant to Section 307(c) of the Trust Indenture Act of 1939, as amended (the "Trust Indenture Act"), may determine upon written request.

(1)

The 12.00% Senior Secured Notes due 2021 will be issued in transactions exempt from registration under the Securities Act of 1933 as amended (the "Securities Act"), pursuant to the provisions of Section 3(a)(9) of the Securities Act. The amount of 12.00% Senior Secured Notes due 2021 to be issued in such transactions in reliance upon Section 3(a)(9) of the Securities Act may be less than \$400,000,000.

Table of Contents

TABLE OF CONTENTS

	PAGE
<u>Explanatory Note</u>	<u>3</u>
<u>General</u>	<u>3</u>
<u>Affiliations</u>	<u>4</u>
<u>Management and Control</u>	<u>5</u>
<u>Underwriters</u>	<u>19</u>
<u>Capital Securities</u>	<u>21</u>
<u>Indenture Securities</u>	<u>24</u>
<u>Signature</u>	<u>32</u>

Table of Contents**EXPLANATORY NOTE**

This Amendment No. 1 to Form T-3 (this "Amendment") is being filed to amend the form of indenture for the New Secured Notes (as defined below) filed as Exhibit T3C hereto. This Amendment is not intended to amend or delete any other part of the Form T-3.

GENERAL**1. General Information**

Name of Applicant	Form of Organization	State of Organization
Cloud Peak Energy Resources LLC	Limited Liability Company	Delaware
Cloud Peak Energy Finance Corp.	Corporation	Delaware
Cloud Peak Energy Inc.	Corporation	Delaware
Antelope Coal LLC	Limited Liability Company	Delaware
Arrowhead I LLC	Limited Liability Company	Delaware
Arrowhead II LLC	Limited Liability Company	Delaware
Arrowhead III LLC	Limited Liability Company	Delaware
Big Metal Coal Co. LLC	Limited Liability Company	Delaware
Caballo Rojo Holdings LLC	Limited Liability Company	Delaware
Caballo Rojo LLC	Limited Liability Company	Delaware
Cloud Peak Energy Logistics LLC	Limited Liability Company	Oregon
Cloud Peak Energy Logistics I LLC	Limited Liability Company	Delaware
Cloud Peak Energy Services Company	Corporation	Delaware
Cordero Mining Holdings LLC	Limited Liability Company	Delaware
Cordero Mining LLC	Limited Liability Company	Delaware
Cordero Oil and Gas LLC	Limited Liability Company	Delaware
Kennecott Coal Sales LLC	Limited Liability Company	Oregon
NERCO Coal LLC	Limited Liability Company	Delaware
NERCO Coal Sales LLC	Limited Liability Company	Tennessee
NERCO LLC	Limited Liability Company	Delaware
Prospect Land and Development LLC	Limited Liability Company	Oregon
Resource Development LLC	Limited Liability Company	Washington
Sequatchie Valley Coal Corporation	Corporation	Tennessee
Spring Creek Coal LLC	Limited Liability Company	Delaware
Western Minerals LLC	Limited Liability Company	Oregon
Youngs Creek Holdings I LLC	Limited Liability Company	Delaware
Youngs Creek Holdings II LLC	Limited Liability Company	Delaware
Youngs Creek Mining Company, LLC	Limited Liability Company	Delaware

Cloud Peak Energy Resources LLC (the "Company") and Cloud Peak Energy Finance Corp. are referred to herein collectively as the "Issuers". Each of the other foregoing entities are referred to herein collectively as the "Guarantors." The Issuers and the Guarantors are referred to herein collectively as the "Applicants."

2. Securities Act Exemption Applicable

In accordance with the terms of the Offer to Exchange dated September 12, 2016, attached hereto as Exhibit T3E, the Issuers intend to exchange (the "Exchange Offers") up to \$400,000,000 aggregate principal amount (subject to increase by the Issuers) of any validly tendered (and not validly withdrawn) outstanding 8.50% Senior Notes due 2019 (the "2019 Notes") and 6.375% Senior Notes due 2024 (the "2024 Notes" and, together with the 2019 Notes, the "Old Notes") that were issued by the Issuers and guaranteed by the Guarantors for 12.00% Senior Secured Notes due 2021 (the "New

Table of Contents

Secured Notes") to be issued by the Issuers and guaranteed by the Guarantors. The Exchange Offers will be conducted in reliance on Section 3(a)(9) of the Securities Act.

Section 3(a)(9) of the Securities Act provides an exemption from registration when an issuer issues new securities exclusively to its existing security holders in exchange for its own outstanding securities. This exemption is available when (i) the new and outstanding securities are issued by the same obligors, (ii) the exchange offer is made only to existing security holders, (iii) no commission or other remuneration is paid for solicitation in connection with the exchange offer, and (iv) no cash or non-cash consideration other than the securities to be exchanged is required to be paid by security holders to participate in the exchange offer.

The Old Notes were issued by the Issuers and fully and unconditionally guaranteed by the Guarantors. The Issuers will issue the New Secured Notes to be exchanged for the Old Notes, and the Guarantors will fully and unconditionally guarantee the New Secured Notes. Accordingly, the Issuers and the Guarantors were all obligors under, and issuers of, the Old Notes or related guarantees, and will be obligors under, and issuers of, the New Secured Notes or related guarantees. The Exchange Offers will be made only to existing holders of the Old Notes. There have not been nor are there to be any sales of securities of the same class by any of the Applicants, or by or through an underwriter, at or about the same time as the Exchange Offers. No commission or other remuneration has been or will be paid, directly or indirectly, for soliciting exchanges pursuant to the Exchange Offers, and no consideration has been, or is to be given, directly or indirectly, to any person in connection with the transaction, except for customary fees and expenses paid to the Issuers' legal advisors, the trustee under the Indenture to be qualified (the "New Secured Notes Indenture"), and an information agent and exchange agent for the transaction. Regular employees, officers and directors of the Issuers and their affiliates, who will not receive additional compensation, may provide information concerning the Exchange Offers. No cash or non-cash consideration other than surrender of the Old Notes to be exchanged will be required to be paid by the holders of the Old Notes to participate in the Exchange Offers.

AFFILIATIONS

3. Affiliates

(a) For purposes of this Application only, certain directors and executive officers of the Applicants may be deemed to be "affiliates" of the Applicants by virtue of their positions with the Applicants. See Item 4, "Directors and Executive Officers."

(b) All of the Applicants are affiliates of each other. Cloud Peak Energy Resources LLC ("CPE Resources") is the wholly-owned direct subsidiary of Cloud Peak Energy Inc. All the other Applicants set forth in the list below are the direct and indirect wholly-owned subsidiaries of CPE Resources. The entities set forth below which are not Applicants are owned, directly or indirectly, by CPE Resources in

Edgar Filing: Cloud Peak Energy Resources LLC - Form T-3/A

Table of Contents

the percentages set forth below. Please see Exhibit T3G attached hereto for an organizational chart indicating the affiliations of the Applicants.

Name of Subsidiary	State or Other Jurisdiction of Incorporation or Organization	Ownership Percentage
Antelope Coal LLC	Delaware	100%
Arrowhead I LLC	Delaware	100%
Arrowhead II LLC	Delaware	100%
Arrowhead III LLC	Delaware	100%
Big Metal Coal Co. LLC	Delaware	100%
Caballo Rojo Holdings LLC	Delaware	100%
Caballo Rojo LLC	Delaware	100%
Cloud Peak Energy Finance Corp.	Delaware	100%
Cloud Peak Energy Logistics LLC	Oregon	100%
Cloud Peak Energy Logistics I LLC	Delaware	100%
Cloud Peak Energy Services Company	Delaware	100%
Cordero Mining Holdings LLC	Delaware	100%
Cordero Mining LLC	Delaware	100%
Cordero Oil and Gas LLC	Delaware	100%
Kennecott Coal Sales LLC	Oregon	100%
NERCO Coal LLC	Delaware	100%
NERCO Coal Sales LLC	Tennessee	100%
NERCO LLC	Delaware	100%
Prospect Land and Development LLC	Oregon	100%
Resource Development LLC	Washington	100%
Sequatchie Valley Coal Corporation	Tennessee	100%
Spring Creek Coal LLC	Delaware	100%
Western Minerals LLC	Oregon	100%
Youngs Creek Holdings I LLC	Delaware	100%
Youngs Creek Holdings II LLC	Delaware	100%
Youngs Creek Mining Company, LLC	Delaware	100%
Cloud Peak Energy Receivables LLC	Delaware	100%
Pacific International Terminals, LLC	Delaware	49%
The Interstate Ditch Company	Wyoming	59.68%
Venture Fuels Partnership	Colorado	50%
Wyoming Quality Healthcare Coalition, LLC	Delaware	33.3%

(c) Certain persons may be deemed to be "affiliates" of the Applicants by virtue of their holdings of the voting securities of the Applicants. See Item 5, "Principal Owners of Voting Securities."

MANAGEMENT AND CONTROL

4. Directors and Executive Officers

The following table lists the name of, and offices held by, each director and executive officer of the Applicants as of the date hereof. The mailing address of each director and executive officer is: c/o Cloud Peak Energy Inc., 505 S. Gillette Ave., Gillette, Wyoming, 82716.

Table of Contents

(1)

Cloud Peak Energy Inc.

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President & Chief Financial Officer
Gary Rivenes	Executive Vice President & Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax
William Fox III	Chairman of the Board of Directors
Patrick Condon	Director
Jeane Hull	Director
Steven Nance	Director
William Owens	Director
Robert Skaggs	Director

(2)

Antelope Coal LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(3)

Arrowhead I LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

Table of Contents

(4)	Arrowhead II LLC	
	Name	Office
	Colin Marshall	President, Chief Executive Officer and Director
	Heath Hill	Executive Vice President, Chief Financial Officer and Director
	Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
	Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
	Bruce Jones	Senior Vice President, Technical Services
	Cary Martin	Senior Vice President, Human Resources
	Todd Myers	Senior Vice President, Marketing and Business Development
	Kendall Carbone	Vice President and Chief Accounting Officer
	John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
	Matthew Adams	Vice President, Tax
(5)	Arrowhead III LLC	
	Name	Office
	Colin Marshall	President, Chief Executive Officer and Director
	Heath Hill	Executive Vice President, Chief Financial Officer and Director
	Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
	Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
	Bruce Jones	Senior Vice President, Technical Services
	Cary Martin	Senior Vice President, Human Resources
	Todd Myers	Senior Vice President, Marketing and Business Development
	Kendall Carbone	Vice President and Chief Accounting Officer
	John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
	Matthew Adams	Vice President, Tax
(6)	Big Metal Coal Co. LLC	
	Name	Office
	Colin Marshall	President, Chief Executive Officer and Director
	Heath Hill	Executive Vice President, Chief Financial Officer and Director
	Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
	Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
	Bruce Jones	Senior Vice President, Technical Services
	Cary Martin	Senior Vice President, Human Resources
	Todd Myers	Senior Vice President, Marketing and Business Development
	Kendall Carbone	Vice President and Chief Accounting Officer
	John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
	Matthew Adams	Vice President, Tax

Table of Contents

(7)	
Caballo Rojo Holdings LLC	
Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax
(8)	
Caballo Rojo LLC	
Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax
(9)	
Cloud Peak Energy Finance Corp.	
Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President and Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development, and Director
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

Table of Contents

(10)

Cloud Peak Energy Logistics LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President and Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development, and Director
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(11)

Cloud Peak Energy Logistics I LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(12)

Cloud Peak Energy Resources LLC

Name	Office
Colin Marshall	President and Chief Executive Officer
Heath Hill	Executive Vice President and Chief Financial Officer
Gary Rivenes	Executive Vice President and Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

Table of Contents

(13)

Cloud Peak Energy Services Company

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President and Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development, and Director
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(14)

Cordero Mining Holdings LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(15)

Cordero Mining LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

Table of Contents

(16)

Cordero Oil and Gas LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(17)

Kennecott Coal Sales LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President and Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development, and Director
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(18)

NERCO Coal LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President and Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development, and Director
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

Table of Contents

(19)

NERCO Coal Sales LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President and Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development, and Director
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(20)

NERCO LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President and Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development, and Director
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(21)

Prospect Land and Development LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President and Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development, and Director
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

Table of Contents

(22)

Resource Development LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President and Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development, and Director
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(23)

Sequatchie Valley Coal Corporation

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President and Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development, and Director
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(24)

Spring Creek Coal LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

Table of Contents

(25)

Western Minerals LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President and Chief Operating Officer
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development, and Director
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(26)

Youngs Creek Holdings I LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

(27)

Youngs Creek Holdings II LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

Table of Contents

(28)

Youngs Creek Mining Company LLC

Name	Office
Colin Marshall	President, Chief Executive Officer and Director
Heath Hill	Executive Vice President, Chief Financial Officer and Director
Gary Rivenes	Executive Vice President, Chief Operating Officer and Director
Bryan Pechersky	Executive Vice President, General Counsel and Corporate Secretary
Bruce Jones	Senior Vice President, Technical Services
Cary Martin	Senior Vice President, Human Resources
Todd Myers	Senior Vice President, Marketing and Business Development
Kendall Carbone	Vice President and Chief Accounting Officer
John Stranak	Vice President of Finance, Treasurer and Assistant Secretary
Matthew Adams	Vice President, Tax

5. Principal Owners of Voting Securities

The principal owners of 10% or more of the voting securities for each Applicant as of September 8, 2016 are set forth in the table below. The address for each of the owners of voting securities listed below is 505 S. Gillette Ave., Gillette, Wyoming, 82716.

(1)

Cloud Peak Energy Inc.

To the knowledge of the Applicants, no person owns 10% or more of the voting securities of Cloud Peak Energy Inc. as of September 8, 2016.

(2)

Antelope Coal LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
NERCO Coal LLC	Membership Units	100	100%

(3)

Arrowhead I LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
NERCO Coal LLC	Membership Units	100	100%

(4)

Arrowhead II LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Arrowhead I LLC	Membership Units	100	100%

(5)

Arrowhead III LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Arrowhead I LLC	Membership Units	100	100%

Edgar Filing: Cloud Peak Energy Resources LLC - Form T-3/A

Table of Contents

(6) **Big Metal Coal Co. LLC**

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
NERCO Coal LLC	Membership Units	100	100%

(7) **Caballo Rojo Holdings LLC**

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Cloud Peak Energy Resources LLC	Membership Units	998 units	99.8%
Cloud Peak Energy Services Company	Membership Units	2 units	0.2%

(8) **Caballo Rojo LLC**

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Caballo Rojo Holdings LLC	Membership Units	100	100%

(9) **Cloud Peak Energy Finance Corp.**

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Cloud Peak Energy Resources LLC	Common Stock	1	100%

(10) **Cloud Peak Energy Logistics LLC**

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
NERCO Coal LLC	Membership Units	100	100%

(11) **Cloud Peak Energy Logistics I LLC**

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Cloud Peak Energy Logistics LLC	Membership Units	100	100%

(12) **Cloud Peak Energy Resources LLC**

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Cloud Peak Energy Inc.	Common Membership Units	61,455,405	100%

Table of Contents

(13)

Cloud Peak Energy Services Company

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Cloud Peak Energy Resources LLC	Common Stock	1	100%

(14)

Cordero Mining Holdings LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Cloud Peak Energy Resources LLC	Membership Units	998 units	99.8%
Cloud Peak Energy Services Company	Membership Units	2 units	0.2%

(15)

Cordero Mining LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Cordero Mining Holdings LLC	Membership Units	100	100%

(16)

Cordero Oil and Gas LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Cordero Mining LLC	Membership Units	100	100%

(17)

Kennecott Coal Sales LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
NERCO Coal LLC	Membership Units	100	100%

(18)

NERCO Coal LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
NERCO LLC	Membership Units	100	100%

(19)

NERCO Coal Sales LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
NERCO Coal LLC	Membership Units	100	100%

Table of Contents

(20)

NERCO LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Cloud Peak Energy Resources LLC	Membership Units	998 units	99.8%
Cloud Peak Energy Services Company	Membership Units	2 units	0.2%

(21)

Prospect Land and Development LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
NERCO Coal LLC	Membership Units	100	100%

(22)

Resource Development LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
NERCO Coal LLC	Membership Units	100	100%

(23)

Sequatchie Valley Coal Corporation

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
NERCO Coal LLC	Common Stock	2,000	100%

(24)

Spring Creek Coal LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
NERCO Coal LLC	Membership Units	100	100%

(25)

Western Minerals LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
NERCO Coal LLC	Membership Units	100	100%

(26)

Youngs Creek Holdings I LLC

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Arrowhead II LLC	Membership Units	100	100%

Table of Contents

(27) **Youngs Creek Holdings II LLC**

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Arrowhead III LLC	Membership Units	100	100%

(28) **Youngs Creek Mining Company LLC**

Name and Complete Mailing Address	Title of Class Owned	Amount Owned	Percentage of Voting Securities Owned
Youngs Creek Holdings I LLC	Membership Interest(1)	N/A	50%
Youngs Creek Holdings II LLC	Membership Interest(1)	N/A	50%

(1) Expressed as a percentage interest and not in units.

UNDERWRITERS

6. Underwriters

(a) The name and complete mailing address of each person who, within three years prior to the date of filing this application, acted as an underwriter of any securities of the Applicants which are

Edgar Filing: Cloud Peak Energy Resources LLC - Form T-3/A

Table of Contents

outstanding on the date of filing this application are listed below, along with the title of each class of securities underwritten by the underwriter.

Name and Address	Title of Class of Securities Underwritten
Goldman, Sachs & Co. 200 West Street New York, New York 10282	6.375% Senior Notes due 2024 issued by the Issuers
RBC Capital Markets, LLC Three World Financial Center 200 Vesey Street, 9th Floor New York, NY 10281	6.375% Senior Notes due 2024 issued by the Issuers
J.P. Morgan Securities LLC 383 Madison Avenue New York, NY 10179	6.375% Senior Notes due 2024 issued by the Issuers
Credit Suisse Securities (USA) LLC Eleven Madison Avenue New York, New York 10010	6.375% Senior Notes due 2024 issued by the Issuers
Deutsche Bank Securities Inc. 60 Wall Street New York, New York 10005	6.375% Senior Notes due 2024 issued by the Issuers
Credit Agricole Securities (USA) Inc. 1301 Avenue of the Americas New York, New York 10019	6.375% Senior Notes due 2024 issued by the Issuers
Wells Fargo Securities, LLC 375 Park Avenue New York, New York 10152	6.375% Senior Notes due 2024 issued by the Issuers
BB&T Capital Markets, a division of BB&T Securities, LLC 901 E. Byrd Street Richmond, Virginia 23219	6.375% Senior Notes due 2024 issued by the Issuers
Comerica Securities, Inc. 3551 Hamlin Road, 4th Floor Auburn Hills, MI 48326	6.375% Senior Notes due 2024 issued by the Issuers
PNC Capital Markets LLC 225 Fifth Avenue Pittsburgh, Pennsylvania 15222	6.375% Senior Notes due 2024 issued by the Issuers
Stifel, Nicolaus & Company, Incorporated One South Street 15th Floor Baltimore, MD 21202	6.375% Senior Notes due 2024 issued by the Issuers

(b) There is no proposed underwriter for the New Secured Notes that are proposed to be offered in the connection with the New Secured Notes Indenture that is qualified under this application.

Table of Contents

CAPITAL SECURITIES

7. Capitalization

(a) The authorized and outstanding securities of the Applicants as of September 8, 2016 were as follows:

(1) Cloud Peak Energy Inc.

Title of Class	Amount Authorized	Amount Outstanding
Common Stock	200,000,000 shares	61,455,405 shares

(2) Antelope Coal LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(3) Arrowhead I LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(4) Arrowhead II LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(5) Arrowhead III LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(6) Big Metal Coal Co. LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(7) Caballo Rojo Holdings LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	2000 units	1000 units

(8) Caballo Rojo LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

Table of Contents**(9) Cloud Peak Energy Finance Corp.**

Title of Class	Amount Authorized	Amount Outstanding
Common Stock	1,000	1
6.375% Senior Notes due 2024(1)	\$ 200,000,000	\$ 200,000,000
8.50% Senior Notes due 2019(1)	\$ 300,000,000	\$ 300,000,000

(1) Aggregate principal amount. The senior notes are guaranteed by each of the Guarantors.

(10) Cloud Peak Energy Logistics LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(11) Cloud Peak Energy Logistics I LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(12) Cloud Peak Energy Resources LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	200,000,000 Units	61,455,405 Units
6.375% Senior Notes due 2024(1)	\$ 200,000,000	\$ 200,000,000
8.50% Senior Notes due 2019(1)	\$ 300,000,000	\$ 300,000,000

(1) Aggregate principal amount. The senior notes are guaranteed by each of the Guarantors.

(13) Cloud Peak Energy Services Company

Title of Class	Amount Authorized	Amount Outstanding
Common Stock	1,000	1

(14) Cordero Mining Holdings LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	2000 units	1000 units

(15) Cordero Mining LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(16) Cordero Oil and Gas LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

Edgar Filing: Cloud Peak Energy Resources LLC - Form T-3/A

Table of Contents

(17) Kennecott Coal Sales LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(18) NERCO Coal LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(19) NERCO Coal Sales LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(20) NERCO LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	2000 units	1000 units

(21) Prospect Land and Development LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(22) Resource Development LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(23) Sequatchie Valley Coal Corporation

Title of Class	Amount Authorized	Amount Outstanding
Common Stock	2,000	2,000

(24) Spring Creek Coal LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(25) Western Minerals LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(26) Youngs Creek Holdings I LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

Table of Contents

(27) Youngs Creek Holdings II LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Units	100 units	100 units

(28) Youngs Creek Mining Company LLC

Title of Class	Amount Authorized	Amount Outstanding
Membership Interests(1)	N/A	N/A

(1) Expressed as a percentage interest and not in units.

(b) The common stock issued by each of Cloud Peak Energy Inc., Cloud Peak Energy Finance Corp., Sequatchie Valley Coal Corporation and Cloud Peak Energy Services Company entitles holders to one vote on all matters to be voted upon by stockholders. The rights, including voting rights, of the members of each of the limited liability companies listed above are governed by the respective limited liability company agreement, each of which is incorporated by reference as an exhibit hereto.

INDENTURE SECURITIES

8. Analysis of indenture provisions.

The New Secured Notes will be issued under the New Secured Notes Indenture to be entered into among the Issuers, the Guarantors and the Trustee and Collateral Agent. The following is a general analysis of certain provisions of the New Secured Notes and is qualified in its entirety by reference to the form of New Secured Notes Indenture filed as an exhibit hereto. The Applicants have not entered into the New Secured Notes Indenture as of the date of this filing, and the terms of the New Secured Notes Indenture are subject to change prior to its execution.

(a) Events of Default; Withholding of Notice

Events of Default in respect of the New Secured Notes include:

- (1) failure to make the payment of any interest on the New Secured Notes when the same becomes due and payable, and such failure continues for a period of 30 days;
- (2) failure to make the payment of any principal on the New Secured Notes when the same becomes due and payable at their stated maturity, upon acceleration or redemption or otherwise;
- (3) failure to comply with the covenants pertaining to either (a) repurchase at the option of holders of the New Secured Notes ("Holders") upon a change of control or (b) merger, consolidation and sale of property;
- (4) failure to comply with any other covenant or agreement in the New Secured Notes, the New Secured Notes Indenture, the note guarantees or the security documents (other than a failure that is the subject of the foregoing clause (1), (2) or (3)), and such failure continues for 60 consecutive days (or 90 consecutive days in the case of a failure to comply with the financial reporting obligations) after written notice is given to the Issuers as provided below;
- (5) a default under any debt of the Parent Guarantor or any of its significant restricted subsidiaries that results in acceleration of the maturity of such debt, or failure to make a principal payment on such debt at maturity, in an aggregate amount of \$50.0 million or more;

Table of Contents

(6) any final judgment or judgments for the payment of money in an aggregate amount above \$50.0 million (in excess of amounts that the Parent Guarantor's insurance carriers have agreed to pay) shall be rendered against the Parent Guarantor or any of its restricted subsidiaries and that shall not be paid or discharged for any period of 60 consecutive days after the entry of the final judgment;

(7) certain events involving bankruptcy, insolvency or reorganization of the Parent Guarantor or any of its significant restricted subsidiaries;

(8) any note guarantee ceases to be in full force and effect (other than in accordance with the provisions of the New Secured Notes Indenture) or any Guarantor denies or disaffirms its obligations under any note guarantee; and

(9) the occurrence of the following:

(a) except as permitted by the security documents, any security document ceases for any reason to be enforceable; provided that it will not be an Event of Default under this clause (9)(a) if the sole result of the failure of such security document to be fully enforceable is that any lien purported to be granted under such security document having a fair market value of not more than \$50.0 million, ceases to be an enforceable and perfected lien; provided that if such failure is susceptible to cure, no Event of Default shall arise until 30 days after any officer of the Company or any restricted subsidiary becomes aware of such failure, which failure has not been cured during such time period;

(b) except as permitted by the security documents, any lien purported to be granted under any security document, having a fair market value in excess of \$50.0 million, ceases to be an enforceable and perfected second priority Lien, subject to the First Lien/Second Lien Intercreditor Agreement and Permitted Liens; provided that if such failure is susceptible to cure, no Event of Default shall arise until 30 days after any officer of the Company or any restricted subsidiary becomes aware of such failure, which failure has not been cured during such time period; and

(c) any Issuer or Guarantor, or any person acting on behalf of any of them, denies or disaffirms, in writing, any obligation of such Issuer or Guarantor set forth in or arising under any security document.

"Default" means any event which is, or after notice or passage of time or both would be, an Event of Default.

A default under clause (4) is not an Event of Default until the Trustee or the Holders of not less than 25% in aggregate principal amount of the New Secured Notes then outstanding notify the Issuers of the Default and the Issuers do not cure such Default within the time specified after receipt of such notice.

The Issuers shall deliver to the Trustee, within 30 days after either Issuer becomes aware of the occurrence of a Default, a written notice setting forth the details of the Default, and (unless such Default has already been cured) the action which such Issuer proposes to take with respect thereto.

If a Default or an Event of Default occurs and is continuing and is known to a trust officer of the Trustee, the Trustee shall send notice of the Default or Event of Default to the depository for delivery to the Holders within 90 days after its occurrence. Except in the case of a Default or an Event of Default in payment of principal or interest on any New Secured Note, the Trustee may withhold the notice to the Holders if and so long as the Trustee in good faith determines that withholding the notice is in the interests of the Holders.

Table of Contents

(b) Authentication and Delivery of the Notes; Use of Proceeds

The New Secured Notes to be issued under the New Secured Notes Indenture may be executed by manual or facsimile signature on behalf of an Issuer by any of the following officers of such Issuer: Chairman of the Board, the Chief Executive Officer, the President, the Chief Operating Officer, the Chief Financial Officer, the Chief Accounting Officer, the Treasurer, any Assistant Treasurer, the Controller, the Secretary or any Vice President.

The New Secured Notes shall not be valid until authenticated by the manual signature of the Trustee. The signature shall be conclusive evidence that the New Secured Note has been authenticated. The Issuers shall execute and the Trustee shall authenticate the New Secured Notes pursuant to a written order signed in the names of each Issuer by one of its officers.

The Trustee may appoint an authenticating agent acceptable to the Issuers to authenticate the New Secured Notes. Any such authenticating agent may authenticate New Secured Notes whenever the Trustee may do so.

The New Secured Notes will initially be represented by one or more fully registered global notes. Each such global note will be deposited with, or on behalf of, DTC or any successor thereto and registered in the name of Cede & Co. (DTC's nominee). Except as provided in the New Secured Notes Indenture owners of beneficial interests in the New Secured Notes will not be entitled to have the New Secured Notes registered in their names, will not receive or be entitled to receive physical delivery of the New Secured Notes in definitive form.

There will be no proceeds to the Issuers from the issuance of the New Secured Notes.

(c) Release and Substitution of Property Subject to the Lien of the Indenture

The security documents and the New Secured Notes Indenture will provide that the liens securing the note guarantee of any Guarantor will be automatically released when such Guarantor's note guarantee is released in accordance with the terms of the New Secured Notes Indenture. In addition, the liens securing the obligations under the New Secured Notes and the New Secured Notes Indenture will be released: (1) upon satisfaction and discharge of the New Secured Notes Indenture; (2) upon a legal defeasance or covenant defeasance of the New Secured Notes; (3) upon payment in full in cash and discharge of all New Secured Notes outstanding under the New Secured Notes Indenture and all other obligations that are outstanding, due and payable under the New Secured Notes Indenture and the other security documents at the time the New Secured Notes are paid in full in cash and discharged; (4) as to any collateral of any Issuer or a Guarantor that is sold, transferred or otherwise disposed of by such Issuer or Guarantor (other than in connection with sale of all or substantially all of assets) to a person that is not (either before or after such sale, transfer or disposition) the Company or a restricted subsidiary of the Company in a transaction or other circumstance that does not violate the covenant regarding asset sales (other than the obligation to apply proceeds of such asset sale as provided in such covenant) and is permitted by all of the other security documents, at the time of such sale, transfer or other disposition or to the extent of the interest sold, transferred or otherwise disposed of; (5) with respect to all or substantially all of the collateral, with the consent of the Holders of at least 66.67% of outstanding New Secured Notes; (6) with respect to the assets of each Guarantor, at the time such Guarantor is released from its note guarantee; or (7) if and to the extent required by the provisions of the Pari Passu Second Lien Intercreditor Agreement or the provisions of the First Lien/Second Lien Intercreditor Agreement.

The Issuers shall comply with Section 314(a)(4) of the Trust Indenture Act.

Table of Contents

(d) Satisfaction and Discharge

The New Secured Notes Indenture will be discharged and will cease to be of further effect as to all New Secured Notes issued thereunder (except for certain surviving rights of the Trustee and the Issuers' obligations with respect thereto), when:

(1) either:

(a) all New Secured Notes that have been authenticated (except lost, stolen or destroyed New Secured Notes that have been replaced or paid and New Secured Notes for whose payment money has theretofore been deposited in trust and thereafter repaid to the Issuers) have been delivered to the Trustee for cancellation; or

(b) all New Secured Notes that have not been delivered to the Trustee for cancellation have become due and payable, will become due and payable at stated maturity within one year, or are to be called for redemption under arrangements satisfactory to the Trustee for giving notice of redemption and any Issuer or Guarantor has irrevocably deposited or caused to be deposited with the Trustee as trust funds in trust solely for the benefit of the Holders, cash in U.S. dollars, U.S. government obligations, or a combination thereof, in such amounts as will be sufficient without consideration of any reinvestment of interest, to pay and discharge the entire indebtedness on the New Secured Notes not delivered to the Trustee for cancellation for principal, premium, if any, and accrued interest to the date of fixed maturity or redemption;

(2) in respect of clause (b) above, no Event of Default will have occurred and be continuing on the date of such deposit (other than an Event of Default resulting from borrowings to fund such deposit or similar deposits and the granting of liens to secure such borrowings) and such deposit will not result in a breach or violation of, or constitute a default under, any material agreement or instrument to which the Parent Guarantor or any of its subsidiaries is a party or by which it is bound (other than with respect to borrowings to fund such deposit or similar deposits and the granting of liens to secure such borrowings);

(3) the Issuers or any Guarantor has paid or caused to be paid all sums payable by the Issuers under the New Secured Notes Indenture;

(4) the Issuers have delivered irrevocable instructions to the Trustee under the New Secured Notes Indenture to apply the deposited money toward the payment of the New Secured Notes at maturity or the redemption date, as the case may be.

In addition, the Issuers must deliver an officers' certificate and an opinion of counsel to the Trustee stating that all conditions precedent to satisfaction and discharge have been satisfied.

The collateral will be released from the liens securing the New Secured Notes upon a satisfaction and discharge in accordance with the provisions described above.

(e) Evidence Required to be Furnished by the Issuers to the Trustee as to Compliance with the Conditions and Covenants Provided for in the Indenture

The Issuers shall deliver to the Trustee, within 120 days after the end of each fiscal year, an officers' certificate stating that a review of the activities of the Parent Guarantor and its subsidiaries during the preceding fiscal year has been made under the supervision of the signing officers and that to the best knowledge of each officer signing such certificate each obligor on the New Secured Notes has kept, observed, performed and fulfilled each and every covenant contained in the New Secured Notes Indenture and is not in default in the performance or observance of any of the terms, provisions and conditions of the New Secured Notes, without regard to any grace period or requirement of notice required by the New Secured Notes (or, if a Default or Event of Default has occurred and is

Edgar Filing: Cloud Peak Energy Resources LLC - Form T-3/A

Table of Contents

continuing, describing all such Defaults or Events of Default of which such officer may have knowledge and what action the Company is taking or proposes to take with respect thereto).

The Issuers shall deliver to the Trustee a notice of the Default in accordance with the provisions described above.

Every certificate or opinion with respect to compliance with a condition or covenant shall include a statement that each individual signing such certificate or opinion has read such covenant or condition and the definitions relating thereto, a brief statement as to the nature and scope of the examination or investigation upon which the statements or opinions contained in such certificate or opinion are based, a statement that, in the opinion of each such individual, he or she has made such examination or investigation as is necessary to enable him to express an informed opinion as to whether or not such covenant or condition has been complied with, and a statement as to whether, in the opinion of such individual, such condition or covenant has been complied with.

9. Other Obligors

No person, other than the Applicants, will be an obligor of the New Secured Notes.

The mailing address for each Applicant is 505 S. Gillette Ave., Gillette, Wyoming, 82716.

Contents of Application for Qualification. This application for qualification comprises

- (a) Pages numbered 1 to 28, consecutively.
- (b) The statement of eligibility and qualification of the trustee under the indenture to be qualified.
- (c) The following exhibits in addition to those filed as part of the statement of eligibility and qualification of the trustee:

Exhibit	Description
T3A-1	Amended and Restated Certificate of Incorporation of Cloud Peak Energy Inc. effective as of November 25, 2009 (Incorporated herein by reference to Exhibit 3.1 to Cloud Peak Energy Inc.'s Annual Report on Form 10-K filed on February 14, 2014 (File No. 001-34547))
T3A-2	Amended and Restated Certificate of Formation of Antelope Coal LLC (Incorporated herein by reference to Exhibit 3.5 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-3*	Certificate of Formation of Arrowhead I LLC
T3A-4*	Amended and Restated Certificate of Formation of Arrowhead II LLC
T3A-5*	Amended and Restated Certificate of Formation of Arrowhead III LLC
T3A-6*	Certificate of Formation of Big Metal Coal Co. LLC
T3A-7	Certificate of Formation of Caballo Rojo Holdings LLC (Incorporated herein by reference to Exhibit 3.7 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-8	Amended and Restated Certificate of Formation of Caballo Rojo LLC (Incorporated herein by reference to Exhibit 3.9 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-9	Certificate of Incorporation of Cloud Peak Energy Finance Corp. (Incorporated herein by reference to Exhibit 3.3 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))

Edgar Filing: Cloud Peak Energy Resources LLC - Form T-3/A

Table of Contents

Exhibit	Description
T3A-10	Certificate of Formation of Cloud Peak Energy Logistics LLC (Incorporated herein by reference to Exhibit 3.25 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-11*	Certificate of Formation of Cloud Peak Energy Logistics I LLC
T3A-12	Certificate of Formation of Cloud Peak Energy Resources LLC (Incorporated herein by reference to Exhibit 3.1 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-13	Certificate of Incorporation of Cloud Peak Energy Services Company (Incorporated herein by reference to Exhibit 3.11 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-14	Certificate of Formation of Cordero Mining Holdings LLC (Incorporated herein by reference to Exhibit 3.13 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-15	Amended and Restated Certificate of Formation of Cordero Mining LLC (Incorporated herein by reference to Exhibit 3.15 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-16*	Certificate of Formation of Cordero Oil and Gas LLC
T3A-17	Plan of Conversion of Kennecott Coal Sales LLC (Incorporated herein by reference to Exhibit 3.17 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-18	Amended and Restated Certificate of Formation of NERCO Coal LLC (Incorporated herein by reference to Exhibit 3.19 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-19	Plan of Conversion of NERCO Coal Sales LLC (Incorporated herein by reference to Exhibit 3.21 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-20	Amended and Restated Certificate of Formation of NERCO LLC (Incorporated herein by reference to Exhibit 3.23 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-21	Plan of Conversion of Prospect Land and Development LLC (Incorporated herein by reference to Exhibit 3.27 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-22	Certificate of Formation of Resource Development LLC (Incorporated herein by reference to Exhibit 3.29 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-23	Certificate of Incorporation of Sequatchie Valley Coal Corporation (Incorporated herein by reference to Exhibit 3.31 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-24	Amended and Restated Certificate of Formation of Spring Creek Coal LLC (Incorporated herein by reference to Exhibit 3.33 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-25	Plan of Conversion of Western Minerals LLC (Incorporated herein by reference to Exhibit 3.35 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3A-26*	Amended and Restated Certificate of Formation of Youngs Creek Holdings I LLC

Edgar Filing: Cloud Peak Energy Resources LLC - Form T-3/A

Table of Contents

Exhibit	Description
T3A-27*	Amended and Restated Certificate of Formation of Youngs Creek Holdings II LLC
T3A-28*	Certificate of Formation of Youngs Creek Mining Company, LLC
T3B-1	Amended and Restated Bylaws of Cloud Peak Energy Inc. effective as of July 28, 2016 (Incorporated herein by reference to Exhibit 3.2 to Cloud Peak Energy Inc.'s Quarterly Report on 10-Q filed on July 28, 2016 (File No. 001-34547))
T3B-2	Amended and Restated Limited Liability Company Agreement of Antelope Coal LLC (Incorporated herein by reference to Exhibit 3.6 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-3*	Limited Liability Company Agreement of Arrowhead I LLC
T3B-4*	Amended and Restated Limited Liability Company Agreement of Arrowhead II LLC
T3B-5*	Amended and Restated Limited Liability Company Agreement of Arrowhead III LLC
T3B-6*	Limited Liability Company Agreement of Big Metal Coal Co. LLC
T3B-7	First Amended and Restated Limited Liability Company Agreement of Caballo Rojo Holdings LLC (Incorporated herein by reference to Exhibit 3.8 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-8	Amended and Restated Limited Liability Company Agreement of Caballo Rojo LLC (Incorporated herein by reference to Exhibit 3.10 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-9	By-laws of Cloud Peak Energy Finance Corp. (Incorporated herein by reference to Exhibit 3.4 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-10	Limited Liability Company Agreement of Cloud Peak Energy Logistics LLC (Incorporated herein by reference to Exhibit 3.26 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-11*	Limited Liability Company Agreement of Cloud Peak Energy Logistics I LLC
T3B-12	Third Amended and Restated Limited Liability Company Agreement of Cloud Peak Energy Resources LLC (Incorporated herein by reference to Exhibit 3.2 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-13	Amended and Restated Bylaws of Cloud Peak Energy Services Company (Incorporated herein by reference to Exhibit 3.12 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-14	First Amended and Restated Limited Liability Company Agreement of Cordero Mining Holdings LLC (Incorporated herein by reference to Exhibit 3.14 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-15	Amended and Restated Limited Liability Company Agreement of Cordero Mining LLC (Incorporated herein by reference to Exhibit 3.16 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-16*	Limited Liability Company Agreement of Cordero Oil and Gas LLC
T3B-17	Limited Liability Company Agreement of Kennecott Coal Sales LLC (Incorporated herein by reference to Exhibit 3.18 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))

Edgar Filing: Cloud Peak Energy Resources LLC - Form T-3/A

Table of Contents

Exhibit	Description
T3B-18	Limited Liability Company Agreement of NERCO Coal LLC (Incorporated herein by reference to Exhibit 3.20 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-19	Limited Liability Company Agreement of NERCO Coal Sales LLC (Incorporated herein by reference to Exhibit 3.22 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-20	Second Amended and Restated Limited Liability Company Agreement of NERCO LLC (Incorporated herein by reference to Exhibit 3.24 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-21	Limited Liability Company Agreement of Prospect Land and Development LLC (Incorporated herein by reference to Exhibit 3.28 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-22	Limited Liability Company Agreement of Resource Development LLC (Incorporated herein by reference to Exhibit 3.30 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-23	Amended and Restated By-laws of Sequatchie Valley Coal Corporation (Incorporated herein by reference to Exhibit 3.32 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-24	Amended and Restated Limited Liability Company Agreement of Spring Creek Coal LLC (Incorporated herein by reference to Exhibit 3.34 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-25	Limited Liability Company Agreement of Western Minerals LLC (Incorporated herein by reference to Exhibit 3.36 to Cloud Peak Energy Resources LLC's Registration Statement on Form S-4 filed on August 17, 2010 (File No. 333-168639))
T3B-26*	Amended and Restated Limited Liability Company Agreement of Youngs Creek Holdings I LLC
T3B-27*	Amended and Restated Limited Liability Company Agreement of Youngs Creek Holdings II LLC
T3B-28*	Operating Agreement of Youngs Creek Mining Company, LLC
T3C**	Form of Indenture for the New Secured Notes
T3D	Not applicable
T3E*	Offer to Exchange
T3F**	Cross reference sheet showing the location in the New Secured Notes Indenture of the provisions inserted therein pursuant to Section 310 through 318(a), inclusive, of the Trust Indenture Act (included in Exhibit T3C hereto)
T3G*	Organizational Chart of Issuers, Guarantors and Affiliates
25.1*	Statement of eligibility and qualification of the trustee on Form T-1

*
Previously filed with the Form T-3 on September 12, 2016.

**
Filed herewith.

Table of Contents

SIGNATURE

Pursuant to the requirements of the Trust Indenture Act of 1939, the Applicants have duly caused this application to be signed on each of their behalves by the undersigned, thereunto duly authorized, in the city of Gillette, and State of Wyoming, on the 7th day of October, 2016.

**CLOUD PEAK ENERGY RESOURCES LLC
CLOUD PEAK ENERGY FINANCE CORP.
CLOUD PEAK ENERGY INC.
ANTELOPE COAL LLC
ARROWHEAD I LLC
ARROWHEAD II LLC
ARROWHEAD III LLC
BIG METAL COAL CO. LLC
CABALLO ROJO HOLDINGS LLC
CABALLO ROJO LLC
CLOUD PEAK ENERGY LOGISTICS LLC
CLOUD PEAK ENERGY LOGISTICS I LLC
CLOUD PEAK ENERGY SERVICES COMPANY
CORDERO MINING HOLDINGS LLC
CORDERO MINING LLC
CORDERO OIL AND GAS LLC
KENNECOTT COAL SALES LLC
NERCO COAL LLC
NERCO COAL SALES LLC
NERCO LLC
PROSPECT LAND AND DEVELOPMENT LLC
RESOURCE DEVELOPMENT LLC
SEQUATCHIE VALLEY COAL CORPORATION
SPRING CREEK COAL LLC
WESTERN MINERALS LLC
YOUNGS CREEK HOLDINGS I LLC
YOUNGS CREEK HOLDINGS II LLC
YOUNGS CREEK MINING COMPANY, LLC**

By: */s/ BRYAN PECHERSKY*

Bryan Pechersky
*Executive Vice President, General Counsel and Corporate
Secretary*