

UNITED STATES BANKRUPTCY COURT
EASTERN DISTRICT OF MISSOURI
EASTERN DIVISION

In re

Patriot Coal Corporation, et al.,

Debtors.

**Chapter 11
Case No. 12-51502-659
(Jointly Administered)**

**Objection Deadline:
November 25, 2013 at 4:00 p.m.
(prevailing Central Time)**

**NOTICE OF FILING BY AP SERVICES, LLC OF THE FIFTH
REPORT OF COMPENSATION EARNED AND EXPENSES INCURRED
FOR THE PERIOD FROM JULY 1, 2013 THROUGH SEPTEMBER 30, 2013**

In accordance with the Final Order Under 11 U.S.C. §§ 105(a) and 363 *Granting The Debtors' Motion To Employ And Retain AP Services, LLC and Designate Kenneth A. Hiltz As Chief Restructuring Officer To The Debtors, Nunc Pro Tunc To The Petition Date*, entered August 16, 2012 [Docket No. 371] and pursuant to the terms of the engagement letter dated July 8, 2012, as amended as of July 17, 2012 (the "Engagement Letter") notice is hereby given that AP Services, LLC ("APS") has filed a report of compensation earned and expenses incurred for the period of July 1, 2013 through September 30, 2013 (the "Report").

Objections, if any, are due on or before 4:00 p.m. prevailing Central Time on November 25, 2013. At the same time, you must also serve a copy of the response on APS.

A HEARING WILL BE HELD, only if an objection is timely filed and served, before the Honorable Kathy A. Surratt-States, Chief U.S. Bankruptcy Judge, Thomas F. Eagleton US Courthouse, 111 S. 10th Street, Courtroom 7 North, St. Louis, MO 63102, at a date and time to be scheduled by the Court.

Dated: November 4, 2013

A handwritten signature in black ink, appearing to read "KA Hiltz", written in a cursive style.

Kenneth A. Hiltz
AP Services, LLC

UNITED STATES BANKRUPTCY COURT
EASTERN DISTRICT OF MISSOURI
EASTERN DIVISION

In re)	Chapter 11
)	
Patriot Coal Corporation, <i>et al.</i> ,)	Case No. 12-51502-659
)	
)	Jointly Administered
)	
Debtors.)	

**FIFTH REPORT BY AP SERVICES, LLC
OF COMPENSATION EARNED AND EXPENSES INCURRED
FOR THE PERIOD FROM JULY 1, 2013 THROUGH SEPTEMBER 30, 2013**

Exhibit A – Summary of Compensation and Expenses

Exhibit B – Summary of Professionals and Fees

Exhibit C – Summary of Expenses

Exhibit D – Summary of Services

Dated: November 4, 2013



Kenneth A. Hiltz
AP Services, LLC

AP Services, LLC
Summary of Compensation and Expenses – Patriot Coal Corporation, et al.
July 1, 2013 through September 30, 2013

Period	Fees	Expenses	TOTAL
July 1, 2013 to July 31, 2013	\$ 323,464.95	\$ 24,069.30	\$ 347,534.25
August 1, 2013 to August 31, 2013	264,767.85	8,687.82	273,455.67
September 1, 2013 to September 30, 2013	258,793.20	10,710.23	269,503.43
Total Accrued	\$ 847,026.00	\$ 43,467.35	\$ 890,493.35
Less: Travel (50%)	(64,309.74)		(64,309.74)
Sub-Total	782,716.26	43,467.35	826,183.61
Less: Courtesy Discount	(6,190.09)		(6,190.09)
Total Invoiced	\$ 776,526.17	\$ 43,467.35	\$ 819,993.52

AP Services, LLC
Summary of Professionals and Fees – Patriot Coal Corporation, et al.
July 1, 2013 through September 30, 2013

Temporary Employees - Individuals With Executive Officer Positions							
Name of Professional	Description of Function	Hourly Rate 2013				Total Hours	Total Compensation
			Jul-13	Aug-13	Sep-13		
Kenneth A. Hiltz	Chief Restructuring Officer	\$ 792.00	45.30	70.60	41.00	156.90	\$ 124,264.80
						156.90	\$ 124,264.80

Additional Temporary Staff Employees ¹							
Name of Professional	Description of Function*	Hourly Rate				Total Hours	Total Compensation
			Jul-13	Aug-13	Sep-13		
Joseph Mazzotti	Due Diligence and Interface to Constituent Advisors, Best Interests test analysis	\$ 643.50	140.40	108.80	118.80	368.00	\$ 236,808.00
Robb C. McWilliams	Claims Analysis and Reporting, Contracts Analysis and Reporting, Analysis of potential preferences, SOFAs and Schedules for additional debtors	\$ 598.50	131.90	120.80	133.50	386.20	\$ 231,140.70
Jarod E. Clarey	Claims Analysis and Reporting, First Day Motion Tracking, and Supplier Management, SOFAs and Schedules for additional debtors	\$ 409.50	174.70	157.50	159.10	491.30	\$ 201,187.35
Dipes Patel	Claims Analysis and Reporting	\$ 310.50	139.50	-	-	139.50	\$ 43,314.75
Wally Li	Technical Support for Claims and Contracts Databases and Website	\$ 279.00	10.60	5.50	8.40	24.50	\$ 6,835.50
Trevor Wick	Technical Support for Claims and Contracts Databases and Website	\$ 243.00	2.00	2.10	10.20	14.30	\$ 3,474.90
			599.10	394.70	430.00	1,423.80	\$ 722,761.20
Sub Total			644.40	465.30	471.00	1,580.70	\$ 847,026.00
Grand Total							\$ 847,026.00
Less: 50% Travel							(64,309.74)
Sub Total							\$ 782,716.26
Less: Courtesy Discount							(6,190.09)
Net Total							\$ 776,526.17

*Description of function has been updated to reflect the most recent activity.

¹ AP Services may determine, from time to time, to augment its professional staff with independent contractors (each an “Independent Contractor”) in these chapter 11 cases. AP Services standard practice is to charge for an Independent Contractor’s services at the AP Services rate for a professional of comparable skill and experience, which rate typically exceeds the compensation provided by AP Service to such Independent Contractor. AP Services did not use Independent Contractors during this Compensation Period.

AP Services, LLC
Summary of Expenses – Patriot Coal Corporation, et al.
July 1, 2013 through September 30, 2013

Expense Categories	July-13	August-13	September-13	TOTAL
Airfare	\$ 10,031.40	\$ 3,325.64	\$ 5,126.97	\$ 18,484.01
Cab Fare / Ground Transportation	2,082.10	1,406.27	1,544.00	5,032.37
Conference Calls	91.64	-	13.83	105.47
Phone - Internet Access	110.20	-	64.05	174.25
Lodging	6,915.95	2,142.24	2,269.21	11,327.40
Meals & Tips	1,261.45	336.92	483.23	2,081.60
Rental Car	3,576.26	1,476.75	1,208.94	6,261.95
Research	0.30	-	-	0.30
TOTAL	\$ 24,069.30	\$ 8,687.82	\$ 10,710.23	\$ 43,467.35

AP Services, LLC
Summary of Services – Patriot Coal Corporation, et al.
July 1, 2013 through September 30, 2013

- Chief Restructuring Officer:
 - Met regularly with Patriot Coal Corporation and its Debtor affiliates’ (the “Company” or the “Debtors”) senior management and advisors to coordinate and align restructuring work streams and goals with the Debtors’ overall business operations and
 - Provided senior-level guidance on the restructuring process, including working with stakeholder groups, together with the Debtors’ senior management
 - Interfaced with counterparties’ professionals to respond, in a timely and inclusive manner, to their inquiries and requests for information about the Debtors’ financial results and the rationale and support for major restructuring related decisions
 - Provided oversight to AP Services, LLC’s work streams as further described below
- The Claims Management and Chapter 11 Reporting Team:
 - Developed processes and tools to facilitate claims analysis processes and reporting for Debtors’ responsible management team members to review, analyze, and determine dispositions for asserted claims
 - Developed database, tools, and analytics to review intercompany activity and claims among Debtor entities for Debtor management and external constituents
 - Developed, maintained, and managed a secure, single-source contracts database and web portal for claims analysis by responsible management team members
 - Assisted Debtor management in the identification and development of claim objections
 - Assisted Debtor management with claim settlements and settlement reporting
 - Analyzed pre-petition Debtor payment records to evaluate potential for avoidance actions
 - Updated SOFAs and Schedules as required based on ongoing updates to Debtors’ records, utilization of allowed first day motion funds, contract rejections, claim settlements, and other Chapter 11 activities
 - Aggregated and accumulated necessary data and organized for development of SOFAs and Schedules for additional debtors Brody Mining, LLC and Patriot Ventures LLC

AP Services, LLC
Summary of Services – Patriot Coal Corporation, et al.
July 1, 2013 through September 30, 2013

- The Contracts Collection & Review Team:
 - Maintained and updated a secure, single-source contracts database and web portal for contract analysis
 - Leveraged the contract data in the secure database to produce the court required filing and documentation
 - Provided ongoing support for Debtors’ Managers and Senior Business Leaders in the development of “assume/reject” criteria, the assessment of contracts, determination of contract “assume/reject” decisions, and evaluation of potential claim and cure costs associated with the decisions
 - Supported a cross-functional contract governance team to review and approve of “reject/assume” decisions to ensure the Chapter 11 assessment process maximizes value for the Debtors
- The Vendor/Supplier Management Team:
 - Maintained processes and tools to request, review, approve, and track allowed first day motion funds for vendor payments and utility deposits
 - Facilitated and participated in the Bankruptcy Management Committee (BMC) to review, resolve, and approve claims for objection or settlement and contracts for assumption or rejection
 - Provided consultation on negotiation strategy, as well as ad hoc direct negotiations support to Debtors’ personnel with respect to vendors
 - Improved anticipated liquidity for the Debtors’ estate through consultation and assistance on negotiations with suppliers regarding requested payment under first day motions.
- The Finance and Constituent Support Team:
 - Supported the ongoing working relationship between the Debtors’ management team and key outside constituencies, including post-petition lenders, the Unsecured Creditors Committee, the United Mine Workers of America , and their legal and financial advisors
 - Advised and assisted the Debtors with ongoing support of the 13-week cash flow projection models, variance analyses, and reviews with outside constituencies

AP Services, LLC
Summary of Services – Patriot Coal Corporation, et al.
July 1, 2013 through September 30, 2013

- Developed framework, analysis, and models for hypothetical liquidation scenario to create Best Interests test assessment required for plan of reorganization