



Consolidation Coal Company  
 46226 National Road  
 St. Clairsville, OH 43950  
 Attn: Director of Coal Sales Administration

March 5, 2016

Re: Coal Purchase and Sale Agreement No. 07-77-05-900 dated January 6, 2006 by and between Kentucky Power Company (assignee from AEP Generation Resources Inc.) ("Buyer") and Consolidation Coal Company and McElroy Coal Company (collectively, "Seller")

Amendment No. 2016-1

Gentlemen:

Reference is made to the above-captioned Coal Purchase and Sale Agreement, as amended (the "Agreement"), under which Seller is supplying coal to Buyer.

Effective March 5, 2016, Buyer and Seller hereby agree to amend the Agreement with regard to the Kentucky Power Company Tonnage Obligation, as defined in Amendment 2014-1, as follows:

Article II, Obligations and Deliveries, Section 2.1. Contract Quantity. The Table in this Section is hereby deleted in its entirety and the following Table 2.1 is substituted in lieu thereof:

Table 2.1

Contract Year	McElroy Tons Per Year
2014	1,612,157 <sup>(A)</sup>
2015	973,108 <sup>(A)(B)(C)</sup>
2016	1,947,735 <sup>(C)(D)</sup>
2017	2,000,000
2018	2,000,000
2019	2,000,000
2020	2,000,000
2021	2,000,000

<sup>(A)</sup> Of the quantity obligated, approximately 387,843 Tons represent 2014 McElroy shortfall and will be the first Tons delivered in 2015 at the applicable 2014 Contract Price.

<sup>(B)</sup> During the 2014 Negotiation Period for Segment Pricing Periods 2015 through 2017, Buyer and Seller did not reach agreement on Segment B Pricing for the Contract Year 2015, therefore the annual Contract Quantity Tons for 2015 has been reduced by 667,000 Tons, such Tons subject to Section 5.2(c) and the Annual RFR Obligation.

<sup>(C)</sup> Of the quantity obligated, approximately 747,735 Tons represents 2015 McElroy shortfall and will be the first Tons delivered in 2016 at the applicable 2015 Contract Price.

<sup>(D)</sup> Based on the revised forecasted burn at the Plant, Buyer bought down 800,000 Tons of the 2016 Contract Quantity to reduce the 2016 Quantity Obligation to 1,200,000 Tons. On or before March 31, 2016, a payment in the amount of \$8,021,600 shall be made by Buyer to Seller as consideration for such reduction of the 2016 Quantity Obligation.

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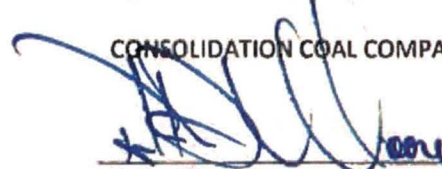
Except as amended herein, all other provisions of the Agreement shall remain in full force and effect. If you are in agreement with the foregoing, kindly indicate your acceptance thereof by signing the enclosed duplicate of this letter in the space provided and by returning it to this office.

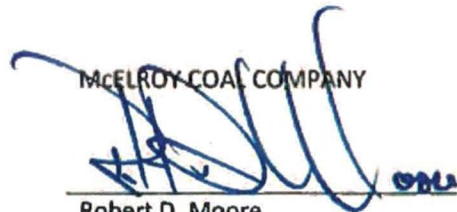
Very truly yours,

Marguerite C. Mills  
Marguerite C. Mills  
Vice President  
Kentucky Power Company  
March 23, 2016

*one call*

Agreed and Accepted by:

CONSOLIDATION COAL COMPANY  
  
Robert D. Moore  
Vice President

McELROY COAL COMPANY  
  
Robert D. Moore  
Vice President