

MINGO LOGAN COAL CO
Form 305B2
August 02, 2010

Registration No. 333-157880

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

**FORM T-1
STATEMENT OF ELIGIBILITY UNDER
THE TRUST INDENTURE ACT OF 1939 OF A
CORPORATION DESIGNATED TO ACT AS TRUSTEE
Check if an Application to Determine Eligibility of
a Trustee Pursuant to Section 305(b)(2)**

U.S. BANK NATIONAL ASSOCIATION
(Exact name of Trustee as specified in its charter)
31-0841368
I.R.S. Employer Identification No.

**800 Nicollet Mall
Minneapolis, Minnesota**

55402

(Address of principal executive offices)

(Zip Code)

Peter C. Qui Belle
U.S. Bank National Association
One U.S. Bank Plaza, 6th Floor
St. Louis, MO 63101
(314-) 418-3943

(Name, address and telephone number of agent for service)

Arch Coal, Inc.
(Exact name of obligor as specified in its charter)

Delaware

43-0921172

(State or other jurisdiction of incorporation or
organization)

(I.R.S. Employer Identification No.)

**Senior Debt Securities and Guarantees of Senior Debt Securities
(Title of the Indenture Securities)**

TABLE OF ADDITIONAL OBLIGORS

| Additional Obligor* | State or Other Jurisdiction of Incorporation or Organization | I.R.S. Employer Identification No. |
|---------------------------------|---|---------------------------------------|
| Allegheny Land Company | Delaware | 61-0922221 |
| Arch Coal Sales Company, Inc. | Delaware | 43-1335853 |
| Arch Coal Terminal, Inc. | Delaware | 61-0941499 |
| Arch Development, LLC | Delaware | 27-2039231 |
| Arch Energy Resources, LLC | Delaware | 20-8889263 |
| Arch Reclamation Services, Inc. | Delaware | 43-1724510 |
| Ark Land Company | Delaware | 43-0952128 |
| Ark Land KH, Inc. | Delaware | 55-1086280 |
| Ark Land LT, Inc. | Delaware | 20-1637677 |
| Ark Land WR, Inc. | Delaware | 20-1638026 |
| Ashland Terminal, Inc. | Delaware | 55-0619683 |
| Catenary Coal Holdings, Inc. | Delaware | 43-1629654 |
| Coal-Mac, Inc. | Kentucky | 61-0940536 |
| Cumberland River Coal Company | Delaware | 43-1522213 |
| Lone Mountain Processing, Inc. | Delaware | 43-1580457 |
| Mingo Logan Coal Company | Delaware | 13-3074446 |
| Mountain Gem Land, Inc. | West Virginia | 55-0696955 |
| Mountain Mining, Inc. | Delaware | 61-0925056 |
| Mountaineer Land Company | Delaware | 61-0881912 |
| Otter Creek Coal, LLC | Delaware | 27-2484254 |
| Prairie Holdings, Inc. | Delaware | 20-5273741 |
| Western Energy Resources, Inc. | Delaware | 43-1947588 |

* The principal executive offices of each additional registrant is c/o Arch Coal, Inc., One CityPlace Drive, Suite 300, St. Louis, Missouri 63141.

FORM T-1

Item 1. GENERAL INFORMATION. Furnish the following information as to the Trustee.

a) *Name and address of each examining or supervising authority to which it is subject.*

Comptroller of the Currency
Washington, D.C.

b) *Whether it is authorized to exercise corporate trust powers.*

Yes

Item 2. AFFILIATIONS WITH OBLIGOR. *If the obligor is an affiliate of the Trustee, describe each such affiliation.*

None

Items 3-15 *are not applicable because to the best of the Trustee's knowledge, the obligor is not in default under any Indenture for which the Trustee acts as Trustee.*

Item 16. LIST OF EXHIBITS: *List below all exhibits filed as a part of this statement of eligibility and qualification.*

1. A copy of the Articles of Association of the Trustee.*
2. A copy of the certificate of authority of the Trustee to commence business.*
3. A copy of the certificate of authority of the Trustee to exercise corporate trust powers.*
4. A copy of the existing bylaws of the Trustee.**
5. A copy of each Indenture referred to in Item 4. Not applicable.
6. The consent of the Trustee required by Section 321(b) of the Trust Indenture Act of 1939, attached as Exhibit 6.
7. Report of Condition of the Trustee as of December 31, 2009 published pursuant to law or the requirements of its supervising or examining authority, attached as Exhibit 7.

* Incorporated by reference to Exhibit 25.1 to Amendment No. 2 to registration statement on S-4, Registration Number 333-128217 filed on November 15, 2005.

** Incorporated by reference to Exhibit 25.1 to registration statement on

S-4,
Registration
Number
333-159463
filed on
August 21,
2009.

SIGNATURE

Pursuant to the requirements of the Trust Indenture Act of 1939, as amended, the Trustee, U.S. BANK NATIONAL ASSOCIATION, a national banking association organized and existing under the laws of the United States of America, has duly caused this statement of eligibility and qualification to be signed on its behalf by the undersigned, thereunto duly authorized, all in the City of St. Louis, State of Missouri on the 2nd of August, 2010.

By: /s/ Brian J. Kabbes
Brian J. Kabbes
Vice President

Exhibit 6
CONSENT

In accordance with Section 321(b) of the Trust Indenture Act of 1939, the undersigned, U.S. BANK NATIONAL ASSOCIATION hereby consents that reports of examination of the undersigned by Federal, State, Territorial or District authorities may be furnished by such authorities to the Securities and Exchange Commission upon its request therefor.

Dated: August 2, 2010

By: /s/ Brian J. Kabbes
Brian J. Kabbes
Vice President

Exhibit 7
U.S. Bank National Association
Statement of Financial Condition

Exhibit 7
As of 3/31/2010
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| | 3/31/2010 |
|--|--------------------|
| ASSETS | |
| Cash and balances due from depository institutions | 8,396,049 |
| Securities | 45,269,095 |
| Federal funds sold and securities purchased under agreements to resell | 3,774,651 |
| Loans and lease financing receivables | 180,918,939 |
| Trading assets | 1,093,896 |
| Premises and fixed assets (including capitalized leases) | 2,220,060 |
| Other real estate owned | 1,726,653 |
| Investments in unconsolidated subsidiaries and associated companies | 67,633 |
| Intangible assets | 13,355,160 |
| Other assets | 20,687,148 |
| Total assets | 277,509,284 |
| LIABILITIES | |
| Deposits | 194,167,405 |
| Federal funds purchased and securities sold under agreements to repurchase | 9,849,249 |
| Trading liabilities | 362,519 |
| Other borrowed money | 31,906,386 |
| Subordinated notes and debentures | 7,629,967 |
| Other liabilities | 6,648,045 |
| Total liabilities | 250,563,571 |
| EQUITY CAPITAL | |
| Common stock | 18,200 |
| Surplus | 12,642,020 |
| Retained earnings | 12,673,897 |
| Noncontrolling (minority) interests in consolidated subsidiaries | 1,611,596 |
| Total equity capital | 26,945,713 |
| Total liabilities and equity capital | 277,509,284 |

To the best of the undersigned's determination, as of the date hereof, the above financial information is true and correct.

U.S. Bank National Association

By: /s/ Brian J. Kabbes

Vice President

Date: August 2, 2010