

Report of Organizational Actions Affecting Basis of Securities

▶ See separate instructions.

Part I Reporting Issuer

1 Issuer's name		2 Issuer's employer identification number (EIN)	
Westmoreland Coal Company - AMENDED		23-1128670	
3 Name of contact for additional information	4 Telephone No. of contact	5 Email address of contact	
Russell Werner	855-922-6463	rwerner@westmoreland.com	
6 Number and street (or P.O. box if mail is not delivered to street address) of contact		7 City, town, or post office, state, and Zip code of contact	
9540 S. Maroon Circle #200		Englewood, CO 80112	
8 Date of action		9 Classification and description	
See Part II, #14		Preferred Stock	
10 CUSIP number	11 Serial number(s)	12 Ticker symbol	13 Account number(s)
960878304		WLBPZ	

Part II Organizational Action Attach additional statements if needed. See back of form for additional questions.

14 Describe the organizational action and, if applicable, the date of the action or the date against which shareholders' ownership is measured for the action ▶ **NOTE: AMENDED RETURN**

The Company declared dividends on December 6, 2013, payable on January 1, 2014 to holders of record as of December 20, 2013 on its Preferred Stock.

THIS RETURN IS AMENDED TO REFLECT THE FACT THAT THE DIVIDENDS DESCRIBED ABOVE CONSTITUTE A NON-DIVIDEND DISTRIBUTION FOR FEDERAL INCOME TAX PURPOSES.

15 Describe the quantitative effect of the organizational action on the basis of the security in the hands of a U.S. taxpayer as an adjustment per share or as a percentage of old basis ▶

The cash dividends declared are to be treated as non-dividend distributions for federal income tax purposes.
 The amount per preferred share is \$2.125.

16 Describe the calculation of the change in basis and the data that supports the calculation, such as the market values of securities and the valuation dates ▶

The change in the stockholder's basis is based on the amount of each distribution that does not come from either accumulated or current earnings and profits ("E&P"). The amount not coming from accumulated or current E&P is a non-dividend distribution.

Part II Organizational Action (continued)

17 List the applicable Internal Revenue Code section(s) and subsection(s) upon which the tax treatment is based ▶
IRC Sections 301(c)(1), 301(c)(2), and Sect 301(c)(3)

18 Can any resulting loss be recognized? ▶
The tax treatment of the distribution needs to be determined by each shareholder in consultation with his/her tax advisor.

19 Provide any other information necessary to implement the adjustment, such as the reportable tax year ▶

Under penalties of perjury, I declare that I have examined this return, including accompanying schedules and statements, and to the best of my knowledge and belief, it is true, correct, and complete. Declaration of preparer (other than officer) is based on all information of which preparer has any knowledge.

Sign Here Signature ▶ *RW* Date ▶ 12-18-14

Print your name ▶ Russell Werner Title ▶ Corporate Controller

Paid Preparer Use Only	Print/Type preparer's name	Preparer's signature	Date	Check <input type="checkbox"/> if self-employed	PTIN
	Tamara Rash	<i>Tamara Rash</i>	12/16/14		P00798670
	Firm's name ▶ Experis Finance US LLC	Firm's EIN ▶		39-1929719	
	Firm's address ▶ 1125 Seventeenth Street, Denver, CO 80202	Phone no.		303-256-3150	