

Form 5500 Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Annual Return/Report of Employee Benefit Plan This form is required to be filed for employee benefit plans under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and sections 6057(b) and 6058(a) of the Internal Revenue Code (the Code). <p style="text-align: center;">▶ Complete all entries in accordance with the instructions to the Form 5500.</p>	OMB Nos. 1210-0110 1210-0089 <div style="text-align: center; font-size: 24pt; font-weight: bold;">2017</div> This Form is Open to Public Inspection
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Part I	Annual Report Identification Information
For calendar plan year 2017 or fiscal plan year beginning <u>01/01/2017</u> and ending <u>12/31/2017</u>	
A This return/report is for:	☐ a multiemployer plan ☐ a multiple-employer plan (Filers checking this box must attach a list of participating employer information in accordance with the form instructions.) ☒ a single-employer plan ☐ a DFE (specify) ____
B This return/report is:	☐ the first return/report ☐ the final return/report ☐ an amended return/report ☐ a short plan year return/report (less than 12 months)
C If the plan is a collectively-bargained plan, check here. ▶ ☐	
D Check box if filing under:	☒ Form 5558 ☐ automatic extension ☐ the DFVC program ☐ special extension (enter description)

Part II	Basic Plan Information —enter all requested information		
1a Name of plan <u>NAVAJO MINE RETIREMENT PLAN</u>	1b Three-digit plan number (PN) ▶	<div style="border: 1px solid black; padding: 2px; display: inline-block;">001</div>	
2a Plan sponsor's name (employer, if for a single-employer plan) Mailing address (include room, apt., suite no. and street, or P.O. Box) City or town, state or province, country, and ZIP or foreign postal code (if foreign, see instructions) <u>WESTMORELAND COAL COMPANY</u> <u>9540 SOUTH MAROON CIRCLE, SUITE 300</u> <u>ENGLEWOOD, CO 80112</u>	1c Effective date of plan <u>06/01/1964</u>		
	2b Employer Identification Number (EIN) <u>94-2557286</u>		
	2c Plan Sponsor's telephone number <u>303-922-6463</u>		
	2d Business code (see instructions) <u>212110</u>		

Caution: A penalty for the late or incomplete filing of this return/report will be assessed unless reasonable cause is established.

Under penalties of perjury and other penalties set forth in the instructions, I declare that I have examined this return/report, including accompanying schedules, statements and attachments, as well as the electronic version of this return/report, and to the best of my knowledge and belief, it is true, correct, and complete.

SIGN HERE	Filed with authorized/valid electronic signature.	10/05/2018	ELIZABETH A. MARTINEZ
	Signature of plan administrator	Date	Enter name of individual signing as plan administrator
SIGN HERE	Filed with authorized/valid electronic signature.	10/05/2018	ELIZABETH A. MARTINEZ
	Signature of employer/plan sponsor	Date	Enter name of individual signing as employer or plan sponsor
SIGN HERE			
	Signature of DFE	Date	Enter name of individual signing as DFE

For Paperwork Reduction Act Notice, see the Instructions for Form 5500.

Form 5500 (2017)
v. 170203

3a Plan administrator's name and address ☐ Same as Plan Sponsor WESTMORELAND COAL COMPANY 9540 SOUTH MAROON CIRCLE, SUITE 300 ENGLEWOOD, CO 80112	3b Administrator's EIN 94-2557286 3c Administrator's telephone number 303-922-6463
4 If the name and/or EIN of the plan sponsor or the plan name has changed since the last return/report filed for this plan, enter the plan sponsor's name, EIN, the plan name and the plan number from the last return/report: a Sponsor's name c Plan Name	4b EIN 4d PN
5 Total number of participants at the beginning of the plan year	5 952
6 Number of participants as of the end of the plan year unless otherwise stated (welfare plans complete only lines 6a(1) , 6a(2) , 6b , 6c , and 6d).	
a(1) Total number of active participants at the beginning of the plan year	6a(1) 188
a(2) Total number of active participants at the end of the plan year	6a(2) 162
b Retired or separated participants receiving benefits	6b 453
c Other retired or separated participants entitled to future benefits	6c 213
d Subtotal. Add lines 6a(2) , 6b , and 6c	6d 828
e Deceased participants whose beneficiaries are receiving or are entitled to receive benefits.	6e 107
f Total. Add lines 6d and 6e	6f 935
g Number of participants with account balances as of the end of the plan year (only defined contribution plans complete this item)	6g
h Number of participants who terminated employment during the plan year with accrued benefits that were less than 100% vested	6h 0
7 Enter the total number of employers obligated to contribute to the plan (only multiemployer plans complete this item).....	7
8a If the plan provides pension benefits, enter the applicable pension feature codes from the List of Plan Characteristics Codes in the instructions: 1B 3H 1I	
b If the plan provides welfare benefits, enter the applicable welfare feature codes from the List of Plan Characteristics Codes in the instructions:	

9a Plan funding arrangement (check all that apply) (1) ☒ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor	9b Plan benefit arrangement (check all that apply) (1) ☒ Insurance (2) ☐ Code section 412(e)(3) insurance contracts (3) ☒ Trust (4) ☐ General assets of the sponsor
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10 Check all applicable boxes in 10a and 10b to indicate which schedules are attached, and, where indicated, enter the number attached. (See instructions)

a Pension Schedules

- (1) ☒ **R** (Retirement Plan Information)
- (2) ☐ **MB** (Multiemployer Defined Benefit Plan and Certain Money Purchase Plan Actuarial Information) - signed by the plan actuary
- (3) ☒ **SB** (Single-Employer Defined Benefit Plan Actuarial Information) - signed by the plan actuary

b General Schedules

- (1) ☒ **H** (Financial Information)
- (2) ☐ **I** (Financial Information – Small Plan)
- (3) ☒ 1 **A** (Insurance Information)
- (4) ☒ **C** (Service Provider Information)
- (5) ☒ **D** (DFE/Participating Plan Information)
- (6) ☐ **G** (Financial Transaction Schedules)

Part III Form M-1 Compliance Information (to be completed by welfare benefit plans)

11a If the plan provides welfare benefits, was the plan subject to the Form M-1 filing requirements during the plan year? (See instructions and 29 CFR 2520.101-2.) ☐ Yes ☐ No

If "Yes" is checked, complete lines 11b and 11c.

11b Is the plan currently in compliance with the Form M-1 filing requirements? (See instructions and 29 CFR 2520.101-2.) ☐ Yes ☐ No

11c Enter the Receipt Confirmation Code for the 2017 Form M-1 annual report. If the plan was not required to file the 2017 Form M-1 annual report, enter the Receipt Confirmation Code for the most recent Form M-1 that was required to be filed under the Form M-1 filing requirements. (Failure to enter a valid Receipt Confirmation Code will subject the Form 5500 filing to rejection as incomplete.)

Receipt Confirmation Code _____

SCHEDULE A (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Insurance Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ▶ File as an attachment to Form 5500. ▶ Insurance companies are required to provide the information pursuant to ERISA section 103(a)(2).	OMB No. 1210-0110 2017 This Form is Open to Public Inspection
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For calendar plan year 2017 or fiscal plan year beginning 01/01/2017 and ending 12/31/2017	
A Name of plan NAVAJO MINE RETIREMENT PLAN	B Three-digit plan number (PN) ▶ 001
C Plan sponsor's name as shown on line 2a of Form 5500 WESTMORELAND COAL COMPANY	D Employer Identification Number (EIN) 94-2557286

Part I	Information Concerning Insurance Contract Coverage, Fees, and Commissions Provide information for each contract on a separate Schedule A. Individual contracts grouped as a unit in Parts II and III can be reported on a single Schedule A.
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1 Coverage Information:

(a) Name of insurance carrier PRUDENTIAL RETIREMENT INSURANCE AND ANNUITY COMPANY

(b) EIN	(c) NAIC code	(d) Contract or identification number	(e) Approximate number of persons covered at end of policy or contract year	Policy or contract year	
				(f) From	(g) To
06-1050034	93629	017369	935	01/01/2017	12/31/2017

2 Insurance fee and commission information. Enter the total fees and total commissions paid. List in line 3 the agents, brokers, and other persons in descending order of the amount paid.

(a) Total amount of commissions paid 0	(b) Total amount of fees paid 0
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3 Persons receiving commissions and fees. (Complete as many entries as needed to report all persons).
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(a) Name and address of the agent, broker, or other person to whom commissions or fees were paid

(b) Amount of sales and base commissions paid	Fees and other commissions paid		(e) Organization code
	(c) Amount	(d) Purpose	

(a) Name and address of the agent, broker, or other person to whom commissions or fees were paid

(b) Amount of sales and base commissions paid	Fees and other commissions paid		(e) Organization code
	(c) Amount	(d) Purpose	

(a) Name and address of the agent, broker, or other person to whom commissions or fees were paid

(b) Amount of sales and base commissions paid	Fees and other commissions paid		(e) Organization code
	(c) Amount	(d) Purpose	

(a) Name and address of the agent, broker, or other person to whom commissions or fees were paid

(b) Amount of sales and base commissions paid	Fees and other commissions paid		(e) Organization code
	(c) Amount	(d) Purpose	

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(b) Amount of sales and base commissions paid	Fees and other commissions paid		(e) Organization code
	(c) Amount	(d) Purpose	

(a) Name and address of the agent, broker, or other person to whom commissions or fees were paid

(b) Amount of sales and base commissions paid	Fees and other commissions paid		(e) Organization code
	(c) Amount	(d) Purpose	

(a) Name and address of the agent, broker, or other person to whom commissions or fees were paid

(b) Amount of sales and base commissions paid	Fees and other commissions paid		(e) Organization code
	(c) Amount	(d) Purpose	

Part II Investment and Annuity Contract Information

Where individual contracts are provided, the entire group of such individual contracts with each carrier may be treated as a unit for purposes of this report.

4 Current value of plan's interest under this contract in the general account at year end	4	7659436
5 Current value of plan's interest under this contract in separate accounts at year end	5	90108798

6 Contracts With Allocated Funds:**a** State the basis of premium rates ▶

b Premiums paid to carrier	6b	
c Premiums due but unpaid at the end of the year	6c	
d If the carrier, service, or other organization incurred any specific costs in connection with the acquisition or retention of the contract or policy, enter amount. Specify nature of costs ▶	6d	

e Type of contract: (1) ☐ individual policies (2) ☐ group deferred annuity
(3) ☐ other (specify) ▶

f If contract purchased, in whole or in part, to distribute benefits from a terminating plan, check here ▶ ☐**7** Contracts With Unallocated Funds (Do not include portions of these contracts maintained in separate accounts)

a Type of contract: (1) ☐ deposit administration (2) ☐ immediate participation guarantee
(3) ☐ guaranteed investment (4) ☒ other ▶ GUARANTEED GENERAL ACCT CONTRACT

b Balance at the end of the previous year	7b	8695413
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c Additions: (1) Contributions deposited during the year	7c(1)		
(2) Dividends and credits	7c(2)		
(3) Interest credited during the year	7c(3)	131559	
(4) Transferred from separate account	7c(4)	3630000	
(5) Other (specify below)	7c(5)	430000	

▶ TRANSFER FROM OUTSIDE FUNDS

(6) Total additions	7c(6)	4191559
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d Total of balance and additions (add lines 7b and 7c(6))	7d	12886972
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e Deductions:

(1) Disbursed from fund to pay benefits or purchase annuities during year	7e(1)	5061840	
(2) Administration charge made by carrier	7e(2)		
(3) Transferred to separate account	7e(3)		
(4) Other (specify below)	7e(4)	165696	

▶ CONT EXP CHARGE, GPS FEE, PBGC FEE ELEC SER CHRG, REIM OF PLAN EXP BY PRU PYMT OF PLAN EXP-PAID BY PRU,

(5) Total deductions	7e(5)	5227536
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f Balance at the end of the current year (subtract line 7e(5) from line 7d)	7f	7659436
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Part III Welfare Benefit Contract Information

If more than one contract covers the same group of employees of the same employer(s) or members of the same employee organizations(s), the information may be combined for reporting purposes if such contracts are experience-rated as a unit. Where contracts cover individual employees, the entire group of such individual contracts with each carrier may be treated as a unit for purposes of this report.

8 Benefit and contract type (check all applicable boxes)

- a** ☐ Health (other than dental or vision)
 b ☐ Dental
 c ☐ Vision
 d ☐ Life insurance
e ☐ Temporary disability (accident and sickness)
 f ☐ Long-term disability
 g ☐ Supplemental unemployment
 h ☐ Prescription drug
i ☐ Stop loss (large deductible)
 j ☐ HMO contract
 k ☐ PPO contract
 l ☐ Indemnity contract
m ☐ Other (specify) ▶

9 Experience-rated contracts:

a Premiums: (1) Amount received	9a(1)		
(2) Increase (decrease) in amount due but unpaid	9a(2)		
(3) Increase (decrease) in unearned premium reserve	9a(3)		
(4) Earned ((1) + (2) - (3))		9a(4)	
b Benefit charges (1) Claims paid	9b(1)		
(2) Increase (decrease) in claim reserves	9b(2)		
(3) Incurred claims (add (1) and (2))		9b(3)	
(4) Claims charged		9b(4)	
c Remainder of premium: (1) Retention charges (on an accrual basis) --			
(A) Commissions	9c(1)(A)		
(B) Administrative service or other fees	9c(1)(B)		
(C) Other specific acquisition costs	9c(1)(C)		
(D) Other expenses	9c(1)(D)		
(E) Taxes	9c(1)(E)		
(F) Charges for risks or other contingencies	9c(1)(F)		
(G) Other retention charges	9c(1)(G)		
(H) Total retention		9c(1)(H)	
(2) Dividends or retroactive rate refunds. (These amounts were ☐ paid in cash, or ☐ credited.)		9c(2)	
d Status of policyholder reserves at end of year: (1) Amount held to provide benefits after retirement		9d(1)	
(2) Claim reserves		9d(2)	
(3) Other reserves		9d(3)	
e Dividends or retroactive rate refunds due. (Do not include amount entered in line 9c(2).)		9e	

10 Nonexperience-rated contracts:

a Total premiums or subscription charges paid to carrier	10a	
b If the carrier, service, or other organization incurred any specific costs in connection with the acquisition or retention of the contract or policy, other than reported in Part I, line 2 above, report amount.	10b	

Specify nature of costs.

Part IV Provision of Information

11 Did the insurance company fail to provide any information necessary to complete Schedule A? ☐ Yes ☒ No

12 If the answer to line 11 is "Yes," specify the information not provided. ▶

SCHEDULE SB (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation	Single-Employer Defined Benefit Plan Actuarial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6059 of the Internal Revenue Code (the Code). ▶ File as an attachment to Form 5500 or 5500-SF.	OMB No. 1210-0110 2017 This Form is Open to Public Inspection
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For calendar plan year 2017 or fiscal plan year beginning 01/01/2017 and ending 12/31/2017

▶ **Round off amounts to nearest dollar.**
▶ **Caution:** A penalty of \$1,000 will be assessed for late filing of this report unless reasonable cause is established.

A Name of plan <u>NAVAJO MINE RETIREMENT PLAN</u>	B Three-digit plan number (PN) ▶ <u>001</u>
C Plan sponsor's name as shown on line 2a of Form 5500 or 5500-SF <u>WESTMORELAND COAL COMPANY</u>	D Employer Identification Number (EIN) <u>94-2557286</u>

E Type of plan: ☒ Single ☐ Multiple-A ☐ Multiple-B **F** Prior year plan size: ☐ 100 or fewer ☐ 101-500 ☒ More than 500

Part I Basic Information

1 Enter the valuation date: Month <u>01</u> Day <u>01</u> Year <u>2017</u>			
2 Assets:			
a Market value	2a	<u>93893914</u>	
b Actuarial value	2b	<u>94540459</u>	
3 Funding target/participant count breakdown	(1) Number of participants	(2) Vested Funding Target	(3) Total Funding Target
a For retired participants and beneficiaries receiving payment	<u>550</u>	<u>52922127</u>	<u>52922127</u>
b For terminated vested participants	<u>214</u>	<u>9832974</u>	<u>9832974</u>
c For active participants	<u>188</u>	<u>7559629</u>	<u>7666208</u>
d Total	<u>952</u>	<u>70314730</u>	<u>70421309</u>
4 If the plan is in at-risk status, check the box and complete lines (a) and (b)..... ☐			
a Funding target disregarding prescribed at-risk assumptions	4a		
b Funding target reflecting at-risk assumptions, but disregarding transition rule for plans that have been in at-risk status for fewer than five consecutive years and disregarding loading factor	4b		
5 Effective interest rate	5	<u>5.83 %</u>	
6 Target normal cost	6	<u>363037</u>	

Statement by Enrolled Actuary
To the best of my knowledge, the information supplied in this schedule and accompanying schedules, statements and attachments, if any, is complete and accurate. Each prescribed assumption was applied in accordance with applicable law and regulations. In my opinion, each other assumption is reasonable (taking into account the experience of the plan and reasonable expectations) and such other assumptions, in combination, offer my best estimate of anticipated experience under the plan.

SIGN HERE		<u>10/02/2018</u>
Signature of actuary		Date
<u>JOHN GERICKE</u>		<u>17-05686</u>
Type or print name of actuary		Most recent enrollment number
<u>PRIAC</u>		<u>856-889-5933</u>
Firm name		Telephone number (including area code)
<u>280 TRUMBULL STREET HARTFORD, CT 06103-2975</u>		
Address of the firm		

If the actuary has not fully reflected any regulation or ruling promulgated under the statute in completing this schedule, check the box and see instructions ☐

Part II Beginning of Year Carryover and Prefunding Balances

	(a) Carryover balance	(b) Prefunding balance
7 Balance at beginning of prior year after applicable adjustments (line 13 from prior year)	180971	0
8 Portion elected for use to offset prior year's funding requirement (line 35 from prior year)	0	0
9 Amount remaining (line 7 minus line 8)	180971	0
10 Interest on line 9 using prior year's actual return of <u>7.36</u> %	13319	0
11 Prior year's excess contributions to be added to prefunding balance:		
a Present value of excess contributions (line 38a from prior year)		0
b(1) Interest on the excess, if any, of line 38a over line 38b from prior year Schedule SB, using prior year's effective interest rate of <u>6.06</u> %		0
b(2) Interest on line 38b from prior year Schedule SB, using prior year's actual return		0
c Total available at beginning of current plan year to add to prefunding balance		0
d Portion of (c) to be added to prefunding balance		0
12 Other reductions in balances due to elections or deemed elections	0	0
13 Balance at beginning of current year (line 9 + line 10 + line 11d – line 12)	194290	0

Part III Funding Percentages

14 Funding target attainment percentage	14	133.97%
15 Adjusted funding target attainment percentage	15	133.33%
16 Prior year's funding percentage for purposes of determining whether carryover/prefunding balances may be used to reduce current year's funding requirement	16	128.54%
17 If the current value of the assets of the plan is less than 70 percent of the funding target, enter such percentage.	17	%

Part IV Contributions and Liquidity Shortfalls**18** Contributions made to the plan for the plan year by employer(s) and employees:

(a) Date (MM-DD-YYYY)	(b) Amount paid by employer(s)	(c) Amount paid by employees	(a) Date (MM-DD-YYYY)	(b) Amount paid by employer(s)	(c) Amount paid by employees
Totals ►			18(b)	0	18(c) 0

19 Discounted employer contributions – see instructions for small plan with a valuation date after the beginning of the year:

a Contributions allocated toward unpaid minimum required contributions from prior years.	19a	0
b Contributions made to avoid restrictions adjusted to valuation date	19b	0
c Contributions allocated toward minimum required contribution for current year adjusted to valuation date	19c	0

20 Quarterly contributions and liquidity shortfalls:

- a** Did the plan have a "funding shortfall" for the prior year? ☐ Yes ☒ No
- b** If line 20a is "Yes," were required quarterly installments for the current year made in a timely manner? ☐ Yes ☐ No
- c** If line 20a is "Yes," see instructions and complete the following table as applicable:

Liquidity shortfall as of end of quarter of this plan year			
(1) 1st	(2) 2nd	(3) 3rd	(4) 4th

Part V Assumptions Used to Determine Funding Target and Target Normal Cost

21 Discount rate:				
a Segment rates:	1st segment: 4.16 %	2nd segment: 5.72 %	3rd segment: 6.48 %	☐ N/A, full yield curve used
b Applicable month (enter code)				21b 4
22 Weighted average retirement age.....				22 62
23 Mortality table(s) (see instructions) ☐ Prescribed - combined ☒ Prescribed - separate ☐ Substitute				

Part VI Miscellaneous Items

24 Has a change been made in the non-prescribed actuarial assumptions for the current plan year? If "Yes," see instructions regarding required attachment	☒ Yes ☐ No
25 Has a method change been made for the current plan year? If "Yes," see instructions regarding required attachment.....	☒ Yes ☐ No
26 Is the plan required to provide a Schedule of Active Participants? If "Yes," see instructions regarding required attachment.....	☒ Yes ☐ No
27 If the plan is subject to alternative funding rules, enter applicable code and see instructions regarding attachment	27

Part VII Reconciliation of Unpaid Minimum Required Contributions For Prior Years

28 Unpaid minimum required contributions for all prior years	28	0
29 Discounted employer contributions allocated toward unpaid minimum required contributions from prior years (line 19a)	29	0
30 Remaining amount of unpaid minimum required contributions (line 28 minus line 29)	30	0

Part VIII Minimum Required Contribution For Current Year

31 Target normal cost and excess assets (see instructions):			
a Target normal cost (line 6)	31a	363037	
b Excess assets, if applicable, but not greater than line 31a	31b	363037	
32 Amortization installments:	Outstanding Balance	Installment	
a Net shortfall amortization installment.....	0	0	
b Waiver amortization installment	0	0	
33 If a waiver has been approved for this plan year, enter the date of the ruling letter granting the approval (Month _____ Day _____ Year _____) and the waived amount	33		
34 Total funding requirement before reflecting carryover/prefunding balances (lines 31a - 31b + 32a + 32b - 33).....	34	0	
	Carryover balance	Prefunding balance	Total balance
35 Balances elected for use to offset funding requirement.....	0	0	0
36 Additional cash requirement (line 34 minus line 35)	36	0	
37 Contributions allocated toward minimum required contribution for current year adjusted to valuation date (line 19c)	37	0	
38 Present value of excess contributions for current year (see instructions)			
a Total (excess, if any, of line 37 over line 36)	38a	0	
b Portion included in line 38a attributable to use of prefunding and funding standard carryover balances	38b	0	
39 Unpaid minimum required contribution for current year (excess, if any, of line 36 over line 37)	39	0	
40 Unpaid minimum required contributions for all years.....	40	0	

Part IX Pension Funding Relief Under Pension Relief Act of 2010 (See Instructions)

41 If an election was made to use PRA 2010 funding relief for this plan:			
a Schedule elected	☐ 2 plus 7 years	☐ 15 years	
b Eligible plan year(s) for which the election in line 41a was made	☐ 2008	☐ 2009	☐ 2010 ☐ 2011
42 Amount of acceleration adjustment	42		
43 Excess installment acceleration amount to be carried over to future plan years	43		

<div>SCHEDULE C</div> <div>(Form 5500)</div> <div>Department of the Treasury Internal Revenue Service</div> <div>Department of Labor Employee Benefits Security Administration</div> <div>Pension Benefit Guaranty Corporation</div>	<div>Service Provider Information</div> <div>This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA).</div> <div>▶ File as an attachment to Form 5500.</div>	OMB No. 1210-0110
		2017
		This Form is Open to Public Inspection.

For calendar plan year 2017 or fiscal plan year beginning 01/01/2017 and ending 12/31/2017		
A Name of plan NAVAJO MINE RETIREMENT PLAN	B Three-digit plan number (PN) ▶	001
C Plan sponsor's name as shown on line 2a of Form 5500 WESTMORELAND COAL COMPANY	D Employer Identification Number (EIN) 94-2557286	

Part I	Service Provider Information (see instructions)
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You must complete this Part, in accordance with the instructions, to report the information required for **each person** who received, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of monetary value) in connection with services rendered to the plan or the person's position with the plan during the plan year. If a person received **only** eligible indirect compensation for which the plan received the required disclosures, you are required to answer line 1 but are not required to include that person when completing the remainder of this Part.

1 Information on Persons Receiving Only Eligible Indirect Compensation

- a Check "Yes" or "No" to indicate whether you are excluding a person from the remainder of this Part because they received only eligible indirect compensation for which the plan received the required disclosures (see instructions for definitions and conditions).. ☒ Yes ☐ No
- b If you answered line 1a "Yes," enter the name and EIN or address of each person providing the required disclosures for the service providers who received only eligible indirect compensation. Complete as many entries as needed (see instructions).

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation
PRUDENTIAL RETIREMENT INS & ANNUITY
06-1050034

(b) Enter name and EIN or address of person who provided you disclosures on eligible indirect compensation

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2. Information on Other Service Providers Receiving Direct or Indirect Compensation. Except for those persons for whom you answered "Yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

(a) Enter name and EIN or address (see instructions)

PRUDENTIAL RETIREMENT INS & ANNUITY

06-1050034

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
13	NONE	68290	Yes ☒ No ☐	Yes ☒ No ☐	0	Yes ☒ No ☐

(a) Enter name and EIN or address (see instructions)

GLOBAL RETIREMENT

47-1411118

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
27	NONE	67471	Yes ☐ No ☒	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

GLOBAL PORTFOLIO STRATEGIES, INC.

06-1055669

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
28	NONE	31718	Yes ☐ No ☒	Yes ☐ No ☐		Yes ☐ No ☐

2. Information on Other Service Providers Receiving Direct or Indirect Compensation. Except for those persons for whom you answered "Yes" to line 1a above, complete as many entries as needed to list each person receiving, directly or indirectly, \$5,000 or more in total compensation (i.e., money or anything else of value) in connection with services rendered to the plan or their position with the plan during the plan year. (See instructions).

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

(a) Enter name and EIN or address (see instructions)

(b) Service Code(s)	(c) Relationship to employer, employee organization, or person known to be a party-in-interest	(d) Enter direct compensation paid by the plan. If none, enter -0-.	(e) Did service provider receive indirect compensation? (sources other than plan or plan sponsor)	(f) Did indirect compensation include eligible indirect compensation, for which the plan received the required disclosures?	(g) Enter total indirect compensation received by service provider excluding eligible indirect compensation for which you answered "Yes" to element (f). If none, enter -0-.	(h) Did the service provider give you a formula instead of an amount or estimated amount?
			Yes ☐ No ☐	Yes ☐ No ☐		Yes ☐ No ☐

Part I Service Provider Information (continued)

3. If you reported on line 2 receipt of indirect compensation, other than eligible indirect compensation, by a service provider, and the service provider is a fiduciary or provides contract administrator, consulting, custodial, investment advisory, investment management, broker, or recordkeeping services, answer the following questions for (a) each source from whom the service provider received \$1,000 or more in indirect compensation and (b) each source for whom the service provider gave you a formula used to determine the indirect compensation instead of an amount or estimated amount of the indirect compensation. Complete as many entries as needed to report the required information for each source.

(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	
(a) Enter service provider name as it appears on line 2	(b) Service Codes (see instructions)	(c) Enter amount of indirect compensation
(d) Enter name and EIN (address) of source of indirect compensation	(e) Describe the indirect compensation, including any formula used to determine the service provider's eligibility for or the amount of the indirect compensation.	

4 Provide, to the extent possible, the following information for each service provider who failed or refused to provide the information necessary to complete this Schedule.

(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide
(a) Enter name and EIN or address of service provider (see instructions)	(b) Nature of Service Code(s)	(c) Describe the information that the service provider failed or refused to provide

Part III Termination Information on Accountants and Enrolled Actuaries (see instructions)
(complete as many entries as needed)

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

a Name:	b EIN:
c Position:	
d Address:	e Telephone:

Explanation:

SCHEDULE D (Form 5500) <small>Department of the Treasury Internal Revenue Service</small> <small>Department of Labor Employee Benefits Security Administration</small>	DFE/Participating Plan Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2017 This Form is Open to Public Inspection.
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For calendar plan year 2017 or fiscal plan year beginning 01/01/2017 and ending 12/31/2017

A Name of plan <u>NAVAJO MINE RETIREMENT PLAN</u>	B Three-digit plan number (PN) ►	<u>001</u>
C Plan or DFE sponsor's name as shown on line 2a of Form 5500 <u>WESTMORELAND COAL COMPANY</u>	D Employer Identification Number (EIN) <u>94-2557286</u>	

Part I	Information on interests in MTIAs, CCTs, PSAs, and 103-12 IEs (to be completed by plans and DFEs) (Complete as many entries as needed to report all interests in DFEs)
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a Name of MTIA, CCT, PSA, or 103-12 IE: <u>INTL BLD/PICTET ASSET MGMT</u>		
b Name of sponsor of entity listed in (a): <u>PRUDENTIAL RETIREMENT INS.</u>		
c EIN-PN <u>06-1050034-534</u>	d Entity code <u>P</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) <u>2610103</u>
a Name of MTIA, CCT, PSA, or 103-12 IE: <u>LONG DURATION BOND/IR&M FUND</u>		
b Name of sponsor of entity listed in (a): <u>PRUDENTIAL RETIREMENT INS.</u>		
c EIN-PN <u>06-1050034-537</u>	d Entity code <u>P</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) <u>35540605</u>
a Name of MTIA, CCT, PSA, or 103-12 IE: <u>PRU LONG CORPORATE BOND</u>		
b Name of sponsor of entity listed in (a): <u>PRUDENTIAL RETIREMENT INS.</u>		
c EIN-PN <u>06-1050034-714</u>	d Entity code <u>P</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) <u>35826405</u>
a Name of MTIA, CCT, PSA, or 103-12 IE: <u>QMA US BROAD MARKET INDEX</u>		
b Name of sponsor of entity listed in (a): <u>PRUDENTIAL RETIREMENT INS.</u>		
c EIN-PN <u>06-1050034-671</u>	d Entity code <u>P</u>	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions) <u>16131685</u>
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)
a Name of MTIA, CCT, PSA, or 103-12 IE:		
b Name of sponsor of entity listed in (a):		
c EIN-PN	d Entity code	e Dollar value of interest in MTIA, CCT, PSA, or 103-12 IE at end of year (see instructions)

a Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)**a** Name of MTIA, CCT, PSA, or 103-12 IE:**b** Name of sponsor of entity listed in (a):**c** EIN-PN**d** Entity
code**e** Dollar value of interest in MTIA, CCT, PSA, or
103-12 IE at end of year (see instructions)

Part II Information on Participating Plans (to be completed by DFEs)

(Complete as many entries as needed to report all participating plans)

a Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN**a** Plan name**b** Name of
plan sponsor**c** EIN-PN

SCHEDULE H (Form 5500) <small>Department of the Treasury Internal Revenue Service</small> <small>Department of Labor Employee Benefits Security Administration</small> <small>Pension Benefit Guaranty Corporation</small>	Financial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA), and section 6058(a) of the Internal Revenue Code (the Code). ► File as an attachment to Form 5500.	OMB No. 1210-0110 2017 This Form is Open to Public Inspection
For calendar plan year 2017 or fiscal plan year beginning <u>01/01/2017</u> and ending <u>12/31/2017</u>		
A Name of plan <u>NAVAJO MINE RETIREMENT PLAN</u>	B Three-digit plan number (PN) ►	<u>001</u>
C Plan sponsor's name as shown on line 2a of Form 5500 <u>WESTMORELAND COAL COMPANY</u>	D Employer Identification Number (EIN) <u>94-2557286</u>	

Part I Asset and Liability Statement			
1 Current value of plan assets and liabilities at the beginning and end of the plan year. Combine the value of plan assets held in more than one trust. Report the value of the plan's interest in a commingled fund containing the assets of more than one plan on a line-by-line basis unless the value is reportable on lines 1c(9) through 1c(14). Do not enter the value of that portion of an insurance contract which guarantees, during this plan year, to pay a specific dollar benefit at a future date. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 1b(1), 1b(2), 1c(8), 1g, 1h, and 1i. CCTs, PSAs, and 103-12 IEs also do not complete lines 1d and 1e. See instructions.			
Assets		(a) Beginning of Year	(b) End of Year
a Total noninterest-bearing cash	1a		
b Receivables (less allowance for doubtful accounts):			
(1) Employer contributions	1b(1)		
(2) Participant contributions	1b(2)		
(3) Other.....	1b(3)		
c General investments:			
(1) Interest-bearing cash (include money market accounts & certificates of deposit)	1c(1)		
(2) U.S. Government securities.....	1c(2)		
(3) Corporate debt instruments (other than employer securities):			
(A) Preferred	1c(3)(A)		
(B) All other.....	1c(3)(B)		
(4) Corporate stocks (other than employer securities):			
(A) Preferred	1c(4)(A)		
(B) Common	1c(4)(B)		
(5) Partnership/joint venture interests	1c(5)		
(6) Real estate (other than employer real property)	1c(6)		
(7) Loans (other than to participants)	1c(7)		
(8) Participant loans	1c(8)		
(9) Value of interest in common/collective trusts.....	1c(9)		
(10) Value of interest in pooled separate accounts.....	1c(10)	83001018	90108798
(11) Value of interest in master trust investment accounts	1c(11)		
(12) Value of interest in 103-12 investment entities	1c(12)		
(13) Value of interest in registered investment companies (e.g., mutual funds).....	1c(13)	2380017	2655617
(14) Value of funds held in insurance company general account (unallocated contracts).....	1c(14)	8695413	7659436
(15) Other	1c(15)		

1d Employer-related investments:		(a) Beginning of Year	(b) End of Year
(1) Employer securities	1d(1)		
(2) Employer real property	1d(2)		
e Buildings and other property used in plan operation	1e		
f Total assets (add all amounts in lines 1a through 1e)	1f	94076448	100423851

Liabilities

g Benefit claims payable	1g		
h Operating payables	1h		
i Acquisition indebtedness	1i		
j Other liabilities	1j		
k Total liabilities (add all amounts in lines 1g through 1j)	1k	0	0

Net Assets

l Net assets (subtract line 1k from line 1f)	1l	94076448	100423851
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Part II Income and Expense Statement

- 2** Plan income, expenses, and changes in net assets for the year. Include all income and expenses of the plan, including any trust(s) or separately maintained fund(s) and any payments/receipts to/from insurance carriers. Round off amounts to the nearest dollar. MTIAs, CCTs, PSAs, and 103-12 IEs do not complete lines 2a, 2b(1)(E), 2e, 2f, and 2g.

Income

		(a) Amount	(b) Total
a Contributions:			
(1) Received or receivable in cash from: (A) Employers	2a(1)(A)		
(B) Participants	2a(1)(B)		
(C) Others (including rollovers)	2a(1)(C)		
(2) Noncash contributions	2a(2)		
(3) Total contributions. Add lines 2a(1)(A) , (B) , (C) , and line 2a(2)	2a(3)		0
b Earnings on investments:			
(1) Interest:			
(A) Interest-bearing cash (including money market accounts and certificates of deposit)	2b(1)(A)		
(B) U.S. Government securities	2b(1)(B)		
(C) Corporate debt instruments	2b(1)(C)		
(D) Loans (other than to participants)	2b(1)(D)		
(E) Participant loans	2b(1)(E)		
(F) Other	2b(1)(F)	3044777	
(G) Total interest. Add lines 2b(1)(A) through (F)	2b(1)(G)		3044777
(2) Dividends: (A) Preferred stock	2b(2)(A)		
(B) Common stock	2b(2)(B)		
(C) Registered investment company shares (e.g. mutual funds)	2b(2)(C)		
(D) Total dividends. Add lines 2b(2)(A) , (B) , and (C)	2b(2)(D)		0
(3) Rents	2b(3)		
(4) Net gain (loss) on sale of assets: (A) Aggregate proceeds	2b(4)(A)		
(B) Aggregate carrying amount (see instructions)	2b(4)(B)		
(C) Subtract line 2b(4)(B) from line 2b(4)(A) and enter result	2b(4)(C)		0
(5) Unrealized appreciation (depreciation) of assets: (A) Real estate	2b(5)(A)		
(B) Other	2b(5)(B)		
(C) Total unrealized appreciation of assets. Add lines 2b(5)(A) and (B)	2b(5)(C)		0

		(a) Amount	(b) Total
(6) Net investment gain (loss) from common/collective trusts	2b(6)		
(7) Net investment gain (loss) from pooled separate accounts	2b(7)		8530163
(8) Net investment gain (loss) from master trust investment accounts	2b(8)		
(9) Net investment gain (loss) from 103-12 investment entities	2b(9)		
(10) Net investment gain (loss) from registered investment companies (e.g., mutual funds).....	2b(10)		
c Other income	2c		
d Total income. Add all income amounts in column (b) and enter total.....	2d		11574940

Expenses

e Benefit payment and payments to provide benefits:			
(1) Directly to participants or beneficiaries, including direct rollovers.....	2e(1)	5061840	
(2) To insurance carriers for the provision of benefits	2e(2)		
(3) Other	2e(3)		
(4) Total benefit payments. Add lines 2e(1) through (3).....	2e(4)		5061840
f Corrective distributions (see instructions)	2f		
g Certain deemed distributions of participant loans (see instructions).....	2g		
h Interest expense.....	2h		
i Administrative expenses: (1) Professional fees	2i(1)		
(2) Contract administrator fees	2i(2)		
(3) Investment advisory and management fees	2i(3)		
(4) Other	2i(4)	165697	
(5) Total administrative expenses. Add lines 2i(1) through (4).....	2i(5)		165697
j Total expenses. Add all expense amounts in column (b) and enter total.....	2j		5227537

Net Income and Reconciliation

k Net income (loss). Subtract line 2j from line 2d	2k		6347403
l Transfers of assets:			
(1) To this plan.....	2l(1)		
(2) From this plan	2l(2)		

Part III Accountant's Opinion

3 Complete lines 3a through 3c if the opinion of an independent qualified public accountant is attached to this Form 5500. Complete line 3d if an opinion is not attached.

a The attached opinion of an independent qualified public accountant for this plan is (see instructions):

(1) ☐ Unqualified (2) ☐ Qualified (3) ☒ Disclaimer (4) ☐ Adverse

b Did the accountant perform a limited scope audit pursuant to 29 CFR 2520.103-8 and/or 103-12(d)?

☒ Yes ☐ No

c Enter the name and EIN of the accountant (or accounting firm) below:

(1) Name: EKS&H LLLP

(2) EIN: 46-1497033

d The opinion of an independent qualified public accountant is **not attached** because:

(1) ☐ This form is filed for a CCT, PSA, or MTIA. (2) ☐ It will be attached to the next Form 5500 pursuant to 29 CFR 2520.104-50.

Part IV Compliance Questions

4 CCTs and PSAs do not complete Part IV. MTIAs, 103-12 IEs, and GIAs do not complete lines 4a, 4e, 4f, 4g, 4h, 4k, 4m, 4n, or 5. 103-12 IEs also do not complete lines 4j and 4l. MTIAs also do not complete line 4l.

During the plan year:

a Was there a failure to transmit to the plan any participant contributions within the time period described in 29 CFR 2510.3-102? Continue to answer "Yes" for any prior year failures until fully corrected. (See instructions and DOL's Voluntary Fiduciary Correction Program.).....

b Were any loans by the plan or fixed income obligations due the plan in default as of the close of the plan year or classified during the year as uncollectible? Disregard participant loans secured by participant's account balance. (Attach Schedule G (Form 5500) Part I if "Yes" is checked.)

	Yes	No	Amount
4a		X	
4b		X	

	Yes	No	Amount
c Were any leases to which the plan was a party in default or classified during the year as uncollectible? (Attach Schedule G (Form 5500) Part II if "Yes" is checked.)		X	
d Were there any nonexempt transactions with any party-in-interest? (Do not include transactions reported on line 4a. Attach Schedule G (Form 5500) Part III if "Yes" is checked.)		X	
e Was this plan covered by a fidelity bond?	X		15000000
f Did the plan have a loss, whether or not reimbursed by the plan's fidelity bond, that was caused by fraud or dishonesty?		X	
g Did the plan hold any assets whose current value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
h Did the plan receive any noncash contributions whose value was neither readily determinable on an established market nor set by an independent third party appraiser?		X	
i Did the plan have assets held for investment? (Attach schedule(s) of assets if "Yes" is checked, and see instructions for format requirements.)	X		
j Were any plan transactions or series of transactions in excess of 5% of the current value of plan assets? (Attach schedule of transactions if "Yes" is checked, and see instructions for format requirements.)	X		
k Were all the plan assets either distributed to participants or beneficiaries, transferred to another plan, or brought under the control of the PBGC?		X	
l Has the plan failed to provide any benefit when due under the plan?		X	
m If this is an individual account plan, was there a blackout period? (See instructions and 29 CFR 2520.101-3.)			
n If 4m was answered "Yes," check the "Yes" box if you either provided the required notice or one of the exceptions to providing the notice applied under 29 CFR 2520.101-3.			

5a Has a resolution to terminate the plan been adopted during the plan year or any prior plan year?..... ☐ Yes ☒ No
If "Yes," enter the amount of any plan assets that reverted to the employer this year _____.

5b If, during this plan year, any assets or liabilities were transferred from this plan to another plan(s), identify the plan(s) to which assets or liabilities were transferred. (See instructions.)

5b(1) Name of plan(s)	5b(2) EIN(s)	5b(3) PN(s)

5c If the plan is a defined benefit plan, is it covered under the PBGC insurance program (See ERISA section 4021.)? ☒ Yes ☐ No ☐ Not determined
If "Yes" is checked, enter the My PAA confirmation number from the PBGC premium filing for this plan year 4074919. (See instructions.)

<div>SCHEDULE R (Form 5500) Department of the Treasury Internal Revenue Service Department of Labor Employee Benefits Security Administration Pension Benefit Guaranty Corporation</div>	<div>Retirement Plan Information</div> <div>This schedule is required to be filed under sections 104 and 4065 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6058(a) of the Internal Revenue Code (the Code).</div> <div>▶ File as an attachment to Form 5500.</div>	<div>OMB No. 1210-0110</div> <div>2017</div> <div>This Form is Open to Public Inspection.</div>
For calendar plan year 2017 or fiscal plan year beginning 01/01/2017 and ending 12/31/2017		
A Name of plan NAVAJO MINE RETIREMENT PLAN		B Three-digit plan number (PN) ▶ 001
C Plan sponsor's name as shown on line 2a of Form 5500 WESTMORELAND COAL COMPANY		D Employer Identification Number (EIN) 94-2557286
Part I	Distributions	
All references to distributions relate only to payments of benefits during the plan year.		
1 Total value of distributions paid in property other than in cash or the forms of property specified in the instructions		1 0
2 Enter the EIN(s) of payor(s) who paid benefits on behalf of the plan to participants or beneficiaries during the year (if more than two, enter EINs of the two payors who paid the greatest dollar amounts of benefits): EIN(s): 22-1211670		
Profit-sharing plans, ESOPs, and stock bonus plans, skip line 3.		
3 Number of participants (living or deceased) whose benefits were distributed in a single sum, during the plan year		3 6
Part II	Funding Information (If the plan is not subject to the minimum funding requirements of section 412 of the Internal Revenue Code or ERISA section 302, skip this Part.)	
4 Is the plan administrator making an election under Code section 412(d)(2) or ERISA section 302(d)(2)? ☐ Yes ☒ No ☐ N/A If the plan is a defined benefit plan, go to line 8.		
5 If a waiver of the minimum funding standard for a prior year is being amortized in this plan year, see instructions and enter the date of the ruling letter granting the waiver. Date: Month Day Year If you completed line 5, complete lines 3, 9, and 10 of Schedule MB and do not complete the remainder of this schedule.		
6 a Enter the minimum required contribution for this plan year (include any prior year accumulated funding deficiency not waived)		6a
b Enter the amount contributed by the employer to the plan for this plan year		6b
c Subtract the amount in line 6b from the amount in line 6a. Enter the result (enter a minus sign to the left of a negative amount)		6c
If you completed line 6c, skip lines 8 and 9.		
7 Will the minimum funding amount reported on line 6c be met by the funding deadline? ☐ Yes ☐ No ☐ N/A		
8 If a change in actuarial cost method was made for this plan year pursuant to a revenue procedure or other authority providing automatic approval for the change or a class ruling letter, does the plan sponsor or plan administrator agree with the change? ☐ Yes ☐ No ☐ N/A		
Part III	Amendments	
9 If this is a defined benefit pension plan, were any amendments adopted during this plan year that increased or decreased the value of benefits? If yes, check the appropriate box. If no, check the "No" box. ☐ Increase ☐ Decrease ☐ Both ☒ No		
Part IV	ESOPs (see instructions). If this is not a plan described under section 409(a) or 4975(e)(7) of the Internal Revenue Code, skip this Part.	
10 Were unallocated employer securities or proceeds from the sale of unallocated securities used to repay any exempt loan? ☐ Yes ☐ No		
11 a Does the ESOP hold any preferred stock? ☐ Yes ☐ No		
b If the ESOP has an outstanding exempt loan with the employer as lender, is such loan part of a "back-to-back" loan? (See instructions for definition of "back-to-back" loan.) ☐ Yes ☐ No		
12 Does the ESOP hold any stock that is not readily tradable on an established securities market? ☐ Yes ☐ No		
For Paperwork Reduction Act Notice, see the Instructions for Form 5500.		
Schedule R (Form 5500) 2017 v. 170203		

Part V Additional Information for Multiemployer Defined Benefit Pension Plans

13 Enter the following information for each employer that contributed more than 5% of total contributions to the plan during the plan year (measured in dollars). See instructions. *Complete as many entries as needed to report all applicable employers.*

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

a Name of contributing employer

b EIN

c Dollar amount contributed by employer

d Date collective bargaining agreement expires (If employer contributes under more than one collective bargaining agreement, check box ☐ and see instructions regarding required attachment. Otherwise, enter the applicable date.) Month _____ Day _____ Year _____

e Contribution rate information (If more than one rate applies, check this box ☐ and see instructions regarding required attachment. Otherwise, complete lines 13e(1) and 13e(2).)

(1) Contribution rate (in dollars and cents) _____

(2) Base unit measure: ☐ Hourly ☐ Weekly ☐ Unit of production ☐ Other (specify): _____

- 14** Enter the number of participants on whose behalf no contributions were made by an employer as an employer of the participant for:

a The current year	14a	
b The plan year immediately preceding the current plan year	14b	
c The second preceding plan year	14c	

- 15** Enter the ratio of the number of participants under the plan on whose behalf no employer had an obligation to make an employer contribution during the current plan year to:

a The corresponding number for the plan year immediately preceding the current plan year	15a	
b The corresponding number for the second preceding plan year	15b	

- 16** Information with respect to any employers who withdrew from the plan during the preceding plan year:

a Enter the number of employers who withdrew during the preceding plan year	16a	
b If line 16a is greater than 0, enter the aggregate amount of withdrawal liability assessed or estimated to be assessed against such withdrawn employers	16b	

- 17** If assets and liabilities from another plan have been transferred to or merged with this plan during the plan year, check box and see instructions regarding supplemental information to be included as an attachment. ☐

Part VI Additional Information for Single-Employer and Multiemployer Defined Benefit Pension Plans

- 18** If any liabilities to participants or their beneficiaries under the plan as of the end of the plan year consist (in whole or in part) of liabilities to such participants and beneficiaries under two or more pension plans as of immediately before such plan year, check box and see instructions regarding supplemental information to be included as an attachment ☐

- 19** If the total number of participants is 1,000 or more, complete lines (a) through (c)

- a** Enter the percentage of plan assets held as:
 Stock: _____% Investment-Grade Debt: _____% High-Yield Debt: _____% Real Estate: _____% Other: _____%
- b** Provide the average duration of the combined investment-grade and high-yield debt:
☐ 0-3 years ☐ 3-6 years ☐ 6-9 years ☐ 9-12 years ☐ 12-15 years ☐ 15-18 years ☐ 18-21 years ☐ 21 years or more
- c** What duration measure was used to calculate line 19(b)?
☐ Effective duration ☐ Macaulay duration ☐ Modified duration ☐ Other (specify): _____



NAVAJO MINE RETIREMENT PLAN

**Financial Statements
and
Independent Auditor's Report
December 31, 2017 and 2016**

NAVAJO MINE RETIREMENT PLAN

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INDEPENDENT AUDITORS' REPORT

Westmoreland Retirement Benefits Administrative Committee
Navajo Mine Retirement Plan
Englewood, Colorado

REPORT ON FINANCIAL STATEMENTS

We were engaged to audit the accompanying financial statements of Navajo Mine Retirement Plan (the "Plan"), which are comprised of the statements of net assets available for benefits as of December 31, 2017 and 2016, and the related statement of changes in net assets available for benefits for the year ended December 31, 2017, the statement of accumulated plan benefits as of January 1, 2017, the related statement of changes in accumulated plan benefits for the year ended January 1, 2017, and the related notes to the financial statements.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on conducting the audits in accordance with auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

BASIS FOR DISCLAIMER OF OPINION

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the Plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 3, which was certified by Prudential Retirement Insurance and Annuity Company, the trustee of the Plan, except for comparing such information with the related information included in the financial statements and supplemental schedules. We have been informed by the Plan administrator that the trustee holds the Plan's investment assets and executes investment transactions. The Plan administrator has obtained a certification from the trustee as of December 31, 2017 and 2016, and for the year ended December 31, 2017, that the information provided to the Plan administrator by the trustee is complete and accurate.

DISCLAIMER OF OPINION

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.

EMPHASIS OF OTHER MATTERS

The accompanying financial statements have been prepared assuming that the Plan sponsor will continue as a going concern. As discussed in Note 1(b) to the financial statements, the Plan sponsor has disclosed in Form 10-Q for the quarter ended June 30, 2018 that there is substantial doubt about its ability to continue as a going concern. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

OTHER MATTERS

Supplemental Schedules

The supplemental schedules as of and for the year ended December 31, 2017, are required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 and are presented for the purpose of additional analysis and are not a required part of the financial statements. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we do not express an opinion on these supplemental schedules.

REPORT ON FORM AND CONTENT IN COMPLIANCE WITH THE DEPARTMENT OF LABOR'S RULES AND REGULATIONS

The form and content of the information included in the financial statements and supplemental schedules, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

EKS+H LLP
EKS&H LLP

Denver, Colorado
October 5, 2018

NAVAJO MINE RETIREMENT PLAN**STATEMENTS OF NET ASSETS
AVAILABLE FOR BENEFITS**

	December 31,	
	2017	2016
Assets		
Investments, at fair value		
Pooled separate accounts	\$ 90,108,798	\$ 83,001,018
Registered investment companies	2,655,617	2,380,017
Guaranteed deposit fund	7,659,436	8,695,413
Total investments, at fair value	100,423,851	94,076,448
Net assets available for benefits	<u>\$ 100,423,851</u>	<u>\$ 94,076,448</u>

See accompanying Notes to Financial Statements.

NAVAJO MINE RETIREMENT PLAN

STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

	For the Years Ended December 31,	
	2017	2016
Investment income (loss)		
Net appreciation (depreciation) in fair value of investments	\$ 8,530,163	\$ (350,517)
Interest and dividend income	3,044,777	2,787,720
Total investment income	11,574,940	2,437,203
Deductions from net assets		
Benefits paid to participants	5,061,840	4,963,186
Administrative expenses	165,697	463,722
Total deductions from net assets	5,227,537	5,426,908
Net increase (decrease) in net assets available for benefits	6,347,403	(2,989,705)
Transfer out (Note 1)	—	(19,146,339)
Net assets available for benefits		
Beginning of year	94,076,448	116,212,492
End of year	<u>\$ 100,423,851</u>	<u>\$ 94,076,448</u>

See accompanying Notes to Financial Statements.

NAVAJO MINE RETIREMENT PLAN**STATEMENT OF ACCUMULATED PLAN BENEFITS**
January 1, 2017

Actuarial present value of accumulated plan benefits	
Vested benefits	
Active participants	\$ 7,394,205
Retired participants and beneficiaries	61,145,724
Total vested benefits	<u>68,539,929</u>
Non-vested benefits	102,992
Total actuarial present value of accumulated plan benefits	<u><u>\$ 68,642,921</u></u>

NAVAJO MINE RETIREMENT PLAN**STATEMENT OF CHANGES IN ACCUMULATED PLAN BENEFITS
For the Year Ended January 1, 2017**

Actuarial present value of accumulated plan benefits at beginning of year	<u>\$ 93,337,236</u>
Increase (decrease) during the year attributable to:	
Benefits paid	(4,541,207)
Benefits accumulated and actuarial gain	(24,287,289)
Interest	5,465,982
Change in actuarial assumptions	(1,331,801)
Net decrease	<u>(24,694,315)</u>
Actuarial present value of accumulated plan benefits at end of year	<u><u>\$ 68,642,921</u></u>

NAVAJO MINE RETIREMENT PLAN

Notes to Financial Statements

1. Description of the Plan and Significant Accounting Policies

The following description of Navajo Mine Retirement Plan (the "Plan" or "NMRP") provides only general information. Participants and all others should refer to the Plan document for a more complete description of the Plan's provisions.

General

The Plan was established effective June 1, 1964 (subsequently amended and restated) and is a defined benefit plan covering all eligible employees of the Navajo Mine (as formerly referenced by previous owner BHP Billiton New Mexico Coal ("BHP"), newly referred to as the "San Juan Mine") which includes company mines in the Navajo Indian Reservation and throughout San Juan County, New Mexico which were originally covered by the agreement between Broken Hill Proprietary (USA) Inc. and the International Union of Operating Engineers, Local No. 953. Effective January 31, 2016, Westmoreland Coal Company's ("WCC") wholly owned subsidiary San Juan Coal Company ("SJCC" or the "Company"), acquired the Plan as a result of the acquisition of the San Juan Mine from BHP. The Company amended the Plan as of this date to reflect SJCC as the Plan sponsor and split the Plan into the following two plans:

- NMRP consisting of all San Juan Mine employees and all inactive participants (except for 5 current BHP Billiton employees that had a terminated vested benefit in the NMRP which were spun into NMC) (defined below).
- NMC Retirement Plan ("NMC") belonging to BHP and consisting of employees that had been in NMRP until January 31, 2016 who are not San Juan Mine employees. The NMRP transferred \$19.1 million during 2016 to the NMC plan for assets that pertained to BHP's employees.

The Westmoreland Coal Company Retirement Committee administers the NMRP and manages the Plan's assets on behalf of SJCC. Prudential Retirement Insurance and Annuity Company ("Prudential Retirement") is the Plan's custodian, trustee, and maintains the Plan's records. As the Plan was split on January 31, 2016, Northern Trust Company was the custodian, trustee and maintained the Plan's records from January 1, 2016 until May 23, 2016 when all transactions to transfer Plan assets amongst trustees were completed. BHP used the professional services firm Mercer's U.S. Valuations Group ("Mercer") for actuarial valuation of the Plan. Mercer's actuarial assumptions as of January 1, 2016 are used in these financial statements for the year ended December 31, 2016. Prudential Retirement's actuarial assumptions as of January 1, 2017 are used in these financial statements for the year ended December 31, 2017.

Pension Benefits and Vesting Provisions

A participant who retires on or after February 1, 2002 and has attained age 65 is entitled to receive a monthly benefit ("Normal Retirement Benefit") equal to \$40.00 multiplied by the participant's years of credited service prior to February 1, 2002, plus \$36.00 multiplied by the participant's years of service on or after February 1, 2002. Effective February 1, 2004, the past service multiplier for eligible participants employed in surface operations increased from \$40.00 to \$42.00 for periods of service prior to February 1, 2002, and effective February 1, 2007, the past service multiplier increased to \$44.00. One year of credited service is earned for each year in which at least 1,600 hours are worked. Partial years of credited service can also be earned for years in which less than 1,600 hours are worked. Effective April 30, 2006, the Plan was closed to new entrants.

An eligible participant who retires on or after he or she attains age 55 and completes five years of service is entitled to receive a monthly benefit ("Early Retirement Benefit") equal to the participant's Normal Retirement Benefit, reduced by 0.5% for each month the participant is younger than age 60 on the date the Early Retirement Benefit is to commence. An early retirement supplement is available for participants who retire after attaining age 55 when their age plus years of service total at least 85. The early retirement supplement is \$300.00 per month payable until age 62 or death, if earlier.

The surviving spouse of a participant entitled to a benefit that has not commenced at the date of the participant's death is entitled to a survivor benefit. The amount of the survivor benefit is paid at 50% of member's pension benefit to surviving spouse for life or 60 times member's monthly pension benefit to non-spousal beneficiaries over a 60 month period. Additional death benefits are available in the case of deaths resulting from mine accidents. Benefits are recorded when paid on a cash basis of accounting.

Disability Benefits

Certain disability benefits, as defined in the Plan, are available for eligible participants.

Payment of Benefits

If a participant is married when benefits commence, the participant's benefits will be paid in the form of an individual life and 50% spouse's benefit, as defined in the Plan. If a participant is not married on the annuity starting date, the participant's benefits will be paid in the form of a five year certain and life benefit, as defined in the Plan.

Administrative Expenses

Certain expenses of maintaining the Plan are paid directly by the Company and are excluded from these financial statements. Fees incurred and paid directly (or through appreciation) by the Plan for administrative services were \$165,697 and \$463,722, for the years ended December 31, 2017 and 2016, respectively.

Funding Policy

The Company contributes such amounts as are necessary, based on actuarial calculations and as required by ERISA (defined below), to provide the Plan with assets sufficient to meet the benefits to be paid to Plan participants and their beneficiaries. The contributions to the Plan are subject to the limitations of maximum tax deductible contributions and minimum required contributions determined by the actuary and the funding policy adopted by the Company. The Company was not required to make any minimum funding contributions as required by the Employee Retirement Income Security Act of 1974 ("ERISA") and the Internal Revenue Code ("IRC") to the Plan for the years ended December 31, 2017 and 2016, and, accordingly, no contributions were made to the Plan for the years then ended.

The yield (interest, dividends, and net realized and unrealized gains and losses) on Plan investments in excess of amounts established in the actuarial assumptions, plus any gains resulting from forfeiture of non-vested benefits, serve to reduce future contributions that would otherwise be required to provide the defined level of benefits under the Plan.

Basis of Accounting

The accompanying financial statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of net assets available for benefits and changes therein, disclosure of contingent assets and liabilities, and the actuarial present value of accumulated plan benefits at the date of the financial statements. Actual results could differ from those estimates.

Risks, Uncertainties and Concentrations

The Plan provides for various investments that, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility risks. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the value of investments will occur in the near term and that such changes could materially affect participants' account balances and the amounts reported in the Statements of Net Assets Available for Benefits.

Plan contributions are made and the actuarial value of accumulated plan benefits is reported based on certain assumptions pertaining to interest rates, inflation rates, and employee demographics, all of which are subject to change. Due to uncertainties inherent in the estimation and assumption process, it is at least reasonably possible that changes in these estimates and assumptions in the near term would have a material impact on Plan contributions and the financial statements.

Additionally, some investments held by the Plan are invested in the securities of foreign companies, which involve special risks and considerations not typically associated with investing in U.S. companies. These risks include devaluation of currencies, less reliable information about issuers, different securities transaction clearance and settlement practices, and possible adverse political and economic developments. Moreover, securities of many foreign companies and their markets may be less liquid and their prices more volatile than those of securities of comparable U.S. companies.

During the years ended December 31, 2017 and 2016, there were three investments that accounted for 87% and 86% of total investments, respectively.

Investment Valuation and Income Recognition

The Plan's investments are recorded at fair value as reported to the Plan by the trustee. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 2 for a discussion of fair value measurements.

The net appreciation in fair value of investments is reflected in the accompanying Statements of Changes in Net Assets Available for Benefits and is determined as the difference between fair value at the beginning of the year (or date purchased if during the year) and selling price (if sold during the year) or year-end fair value. Purchases and sales of investments are recorded on a trade-date basis. Interest income is recognized on the accrual basis. Dividends are recognized on the ex-dividend date.

Actuarial Present Value of Accumulated Plan Benefits

Accumulated plan benefits are those future periodic payments that are attributable under the Plan's provisions to the service employees have rendered. Accumulated plan benefits include benefits expected to be paid to (a) retired or terminated employees or their beneficiaries, (b) beneficiaries of employees who have died, and (c) present employees or their beneficiaries. Benefits payable under all circumstances - retirement, death, disability, and termination of employment - are included, to the extent they are deemed attributable to employee service rendered prior to the valuation date.

The actuarial present value of accumulated plan benefits is determined by the Plan's independent actuary and is the amount that results from applying actuarial assumptions to the accumulated plan benefits to reflect the time value of money (through discounts and for interest) and the probability of the payment (by means of decrements such as death, disability, withdrawal, or retirement) between the valuation date and the expected date of payment. Actuarial assumptions for the Plan are made as of the beginning of the Plan year. The Statement of Accumulated Plan Benefits and the Statement of Changes in Accumulated Plan Benefits were prepared as of January 1, 2017 and for the year then ended. Had the reports been prepared as of and for the year ended December 31, 2016, no material changes would have been necessary. The significant actuarial assumptions used in the valuations as of January 1, 2017 by the actuarial company, Prudential Retirement, are as follows:

- For Accounting Standards Codification ("ASC") Topic 960, the effective interest rate and expected rate of return were 6.20%
- Life expectancy of participants was obtained from the RP-2014 mortality tables separately for employees and retirees and males and females, with blue collar adjustment and MP-2016 generalization mortality improvement scale
- Expected administrative expenses to be paid from Plan assets are \$120,000 per annum
- 80% of participants are assumed to be married at death and husbands are assumed to be three years older than their wives
- Disability incident rate is assumed to be 82% of the 1985 Disability Study Class 4 rates for males and females in accordance with the following sample rates:

Age	Disability Percentage Rate	
	Male	Female
25	0.21%	0.15%
30	0.30%	0.25%
35	0.42%	0.38%
40	0.57%	0.52%
45	0.77%	0.72%
50	1.11%	1.09%
55	1.88%	1.74%
60+	2.82%	2.03%

- Termination rate is assumed to be 50% of the 2003 SOA study age only table in accordance with the following sample rates:

Age	Termination Percentage Rate
	Male and Female
20	8.7%
25	9.3%
30	6.1%
35	4.4%
40	3.5%
45	3.1%
50	2.8%
55	1.5%
60	1.1%
65	1.3%
70	2.0%

- Participants are assumed to retire based on rates of retirement varying by age:

Age	% Retiring
55 - 60	5%
61-63	15%
64	25%
65 - 66	35%
67+	100%

- Forms of payment are as follows:

Participant Status	50% Joint & Survivor	Certain & Life Annuity with 5 Year Payout	Lifetime Annuity
Active retirements	80%	20%	0%
Future vested deferred	80%	20%	0%
Future disabilities	80%	20%	0%
Future deaths	0%	0%	100%
Current vested deferred	80%	20%	0%

The foregoing actuarial assumptions are based on the presumption that the Plan will continue. If the Plan were to terminate, different actuarial assumptions and other factors might be applicable in determining the actuarial present value of accumulated plan benefits.

The following changes in actuarial assumptions were made from the January 1, 2016 valuation to the January 1, 2017 valuation:

- * For minimum funding, the mortality table and interest segment rates were updated to MP-2016 in accordance with the requirements of IRC Section 430(h) and IRS regulations.
- * The effective interest rate and expected rate of return on Plan assets was changed from 6.00% to 6.20% to better estimate future investment experience. The ASC 960 interest rate was also changed from 6.00% to 6.20%.
- * The administrative expense assumption was set at \$120,000 for 2017 to reflect prior experience and anticipate future expenses to be paid from the trust.

Going Concern

In the Company's Quarterly Report filed on Form 10-Q for the quarter ended June 30, 2018 the Company disclosed that there is substantial doubt regarding the Company's ability to continue as a going concern. The Plan's management believe that the conditions which gave rise to this substantial doubt regarding the Company's ability to continue as a going concern do not impact the Plan's ability to continue as a going concern. However, if the financial circumstances disclosed in the Company's Quarterly Report filed on Form 10-Q for the quarter ended June 30, 2018 continue, they may negatively impact the Company's ability to meet its legal obligations to the Plan in plan years 2018 and later.

2. Fair Value Accounting

Generally accepted accounting principles require disclosure about how fair value is determined and establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are described below:

- Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.
- Level 2: Inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.
- Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in methodologies used at December 31, 2017 and 2016.

Guaranteed deposit fund: Valued using a method that approximates the market value of underlying investments by discounting expected future investment cash flow from both investment income and repayment of principal for each investment purchased.

Withdrawals from the guaranteed deposit fund are restricted during a calendar year to up to 10% of the value of the amounts held in the guaranteed deposit fund as of the beginning of that calendar year plus the sum of new allocations and transfers made to the fund during the year.

Registered investment companies: Valued at the net asset value of shares held by the Plan at year-end based on the quoted price in an active market.

Pooled separate accounts: Valued as a practical expedient at the net asset value of units held by the Plan at year-end based on the quoted market prices of the securities underlying the investments. There are no unfunded commitments, and the units may be redeemed on a daily basis.

The preceding methods may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Plan believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date. There were no changes to the valuation techniques used during the period.

The following table sets forth the fair value of the Plan's investment assets by level within the fair value hierarchy as of December 31, 2017:

Description	Level 1	Level 2	Total
Investments measured at fair value			
Guaranteed deposit fund	\$ —	\$ 7,659,436	\$ 7,659,436
Registered investment companies	2,655,617	—	2,655,617
Total of investments at fair value	\$ 2,655,617	\$ 7,659,436	\$ 10,315,053
Investments measured at net asset value*			
Pooled separate accounts			\$ 90,108,798
Total fair value of investments held			\$ 100,423,851

* Total investments measured at net asset value have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation to fair value of total investments held.

The following table sets forth the fair value of the Plan's investment assets by level within the fair value hierarchy as of December 31, 2016:

Description	Level 1	Level 2	Total
Investments measured at fair value			
Guaranteed deposit fund	\$ —	\$ 8,695,413	\$ 8,695,413
Registered investment companies	2,380,017	—	2,380,017
Total of investments at fair value	\$ 2,380,017	\$ 8,695,413	\$ 11,075,430
Investments measured at net asset value*			
Pooled separate accounts			\$ 83,001,018
Total fair value of investments held			\$ 94,076,448

* Total investments measured at net asset value have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation to fair value of total investments held.

3. Certification of Investments

Prudential Retirement and Northern Trust Company have certified in writing to the Plan administrator that the stated amounts for investments at fair value as of December 31, 2017 and 2016 and the income earned or losses incurred on the investments for the years ended December 31, 2017 and 2016, as reflected in the accompanying financial statements and the supplemental schedules, are complete and accurate.

The Plan administrator has elected the method of compliance as permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Accordingly, as permitted under such election, the Plan administrator instructed the Plan's auditors not to perform any auditing procedures with respect to the investment information certified by the trustees, except for comparing the information contained therein to information included in the financial statements and the supplemental schedules.

4. Income Taxes

The Plan has received a tax determination letter dated December 5, 2017 from the IRS covering changes made to comply with ERISA and indicating that the Plan qualifies under the provisions of Section 401(a) of the Code and is exempt from federal income taxes.

The Plan administrator and the Plan's tax counsel believe that the Plan is designed and is currently being operated in compliance with the applicable requirements of the Code. Therefore, no provision for income taxes has been included in the accompanying financial statements.

Generally accepted accounting principles require Plan management to evaluate tax positions taken by the Plan and recognize a tax liability if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. The Plan administrator has analyzed the tax positions taken by the Plan and has concluded that, as of December 31, 2017 and

2016, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

5. Administration of the Plan

The Company provides, at no cost to the Plan, certain administrative, accounting, and legal services to the Plan and also pays the cost of certain outside services for the Plan.

6. Related Party and Party-in-Interest Transactions

Plan investments include pooled separate accounts and a guaranteed deposit fund managed by Prudential Retirement. Prudential Retirement was and is the custodian and trustee of the Plan from February 1, 2016 through the period ended December 31, 2016 as well as for the year ended December 31, 2017. These transactions qualify as party-in-interest but are exempt from prohibited transaction regulations.

Northern Trust Company was the Plan's trustee until May 23, 2016 when all transactions to transfer Plan assets to Prudential Retirement were completed. During the first part of 2016 while Northern Trust Company acted as the trustee, certain investments were shares of collective investment funds, which were managed by an affiliate of the Northern Trust Company. These transactions qualified as party-in-interest transactions, as defined by ERISA. However, such transactions were permitted under the provisions of the Plan and were exempt from the prohibition of party-in-interest transactions under ERISA.

7. Plan Termination

Although it has not expressed any intent to do so, the Company has the right under the Plan to terminate the Plan subject to the provisions of ERISA. If the Plan is terminated for any reason, the net assets of the Plan would be allocated, as prescribed by ERISA and its regulations, generally to provide the following benefits in the order indicated:

- Annuity benefits that former employees or their beneficiaries have been receiving for at least three years or that employees eligible to retire for the three-year period would have been receiving if they had retired with benefits in the normal form of annuity under the Plan. The priority amount is limited to the lowest benefit that was payable (or would have been payable) during those three years. The amount is further limited to the lowest benefit that would be payable under Plan provisions in effect at any time during the five years preceding Plan termination;
- Other vested benefits insured by the Pension Benefit Guaranty Corporation ("PBGC"), a U.S. government agency, up to the applicable limitations (discussed below);
- All other vested benefits not insured by the PBGC; or
- All non-vested benefits.

Certain benefits under the Plan are insured by the PBGC if the Plan terminates. Generally, the PBGC guarantees most vested normal age retirement benefits, early retirement benefits, and certain disability and survivors' pensions. However, the PBGC does not guarantee all types of benefits under the Plan, and the amount of benefit protection is subject to certain limitations. Vested benefits under the Plan are guaranteed at the level in effect on the date of the Plan's termination.

Whether all participants receive their benefits should the Plan terminate at some future time will depend on the sufficiency, at that time, of the Plan's net assets to provide for accumulated benefit obligations and may also depend on the financial condition of the Plan sponsor and the level of benefits guaranteed by the PBGC.

8. Subsequent Events

The Navajo Mine Retirement Plan began merging with the Westmoreland Retirement Plan effective January 1, 2018. The Company has evaluated subsequent events related to the Plan through the auditors' report date, which is the date the financial statements were available for issuance, and determined there were no other subsequent events requiring disclosure.

NAVAJO MINE RETIREMENT PLAN**Schedule 1****Schedule H, Part IV, Line 4i - Schedule of Assets (Held at End of Year)**

EIN: 94-2557286

Plan #001

December 31, 2017

(a)	(b) Identity of Issuer, Borrower, Lessor, or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	(d) Cost	(e) Current Value
	Pooled separate accounts:			
*	Prudential Retirement	QMA U.S. Broad Market Index Fund	\$ 11,717,913	\$ 16,131,685
*	Prudential Retirement	Pru Long Corporate Bond Fund	31,516,612	35,826,405
*	Prudential Retirement	Long Duration Bond/IR&M Fund	33,873,516	35,540,605
*	Prudential Retirement	Intl Bld/Pictet Asset Management Fund	1,941,616	2,610,103
	Registered investment companies			
	American Funds	American Europacific Growth Fund	2,001,114	2,655,617
	Guaranteed deposit fund			
*	Prudential Retirement	Guaranteed Deposit Fund	7,659,436	7,659,436
	Total investments		<u>\$ 88,710,207</u>	<u>\$100,423,851</u>

* Denotes party-in-interest.

NAVAJO MINE RETIREMENT PLAN

Schedule 2

Schedule H, Part IV, Line 4j - Schedule of Reportable Transactions

EIN: 94-2557286

Plan #001

Year ended December 31, 2017

(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
Identity of Party Involved	Description of Asset	Purchase Price	Selling Price	Lease Rental	Expense Incurred with Transaction	Cost of Asset Purchase / (Sales)	Current Value of Asset on Transaction Date Purchase / (Sales)	Net Gain or (Loss)
Individual transactions in excess of 5% of net assets available as of the beginning of the Plan year: None								
Series of non-securities transactions in excess of 5% of plan assets: None								
Series of securities transactions in excess of 5% of plan assets:								
Prudential Retirement	Guaranteed Deposit Fund	4,139,845	—	—	—	4,139,845	4,139,845	—
Prudential Retirement	Guaranteed Deposit Fund	—	5,307,382	—	—	5,307,382	5,307,382	—
Securities transactions related to individual transactions in excess of 5% of plan assets: None								

SECTION VII

ACTUARIAL METHODS

Under the Actuarial Methods described below, if all current assumptions remain constant and are realized, funding at least the Minimum Required Contribution each year will eventually accumulate sufficient plan assets to cover the Funding Target. Future widening of the interest rate stabilization corridor may extend the time period for the plan to become fully funded.

Cost Method

Costs have been computed in accordance with the Unit Credit Actuarial Cost Method and reflect the actuarial assumptions described under "Actuarial Assumptions" of this report as provided under the applicable regulations of the Pension Protection Act of 2006.

Target Normal Cost

The Target Normal Cost is the present value of benefits expected to accrue during the plan year plus an estimate of the expenses to be paid from plan assets during the plan year.

Funding Target and Funding Shortfall

The Funding Target is the present value of benefits accrued as of the beginning of the plan year and the Funding Shortfall is the excess of the Funding Target over the Actuarial Value of Assets (reduced by the Credit Balance). The initial Funding Shortfall is amortized over seven years.

In subsequent years, the Funding Shortfall less the present value of prior year amortization installments is amortized over seven years, and added to any prior year amortization installments.

Segment rates are adjusted as necessary to fall within the specified corridor of the corresponding 25-year average of segment rates for the period ending September 30 of the calendar year preceding the first day of the plan year. The specified corridor is:

<u>Plan Year</u>	<u>Corridor</u>
Through 2020	90% - 110%
2021	85% - 115%
2022	80% - 120%
2023	75% - 125%
2024 and later	70% - 130%

The adjustments to fall within the specified corridor of the 25-year average of segment rates apply for determining the minimum required contribution and related funded percentages. They do not apply for determining the maximum tax deductible contribution or certain other situations.

Sponsor Elections

Discount Rate: Segment rates, with a 4-month lookback

Mortality Table: Prescribed IRS Static Mortality Table – Separate

SECTION VII

ACTUARIAL METHODS

At-Risk Determination

The At-Risk Funding Target is determined by assuming that participants eligible to retire in the current plan year and next 10 plan years retire at the earliest possible date, but not before the end of the plan year. All participants are assumed to elect the optional form resulting in the highest possible present value.

A load is added to the At-Risk Funding Target and At-Risk Target Normal Cost when a plan is At-Risk in at least two years during the preceding four years. The load increases the At-Risk Funding Target by 4% of the Not At-Risk Funding Target plus \$700 per participant, and increases the At-Risk Target Normal Cost by 4% of the Not At-Risk Target Normal Cost.

The Funding Target and Target Normal Cost are calculated by multiplying the Not At-Risk values by 100% minus the Phase-In Percentage, plus the At-Risk values multiplied by the Phase-In Percentage.

Credit Balance

The Credit Balance consists of the Carryover Balance from excess contributions prior to the Pension Protection Act (PPA) of 2006, plus the Prefunding Balance from elected excess contributions after the PPA. Balances accumulate with interest and are reduced for amounts applied towards the Minimum Required Contribution, voluntary waivers by the plan sponsor, and compelled waivers to avoid benefit restrictions. The Actuarial Value of Assets is reduced by the Credit Balance to determine certain funded percentages and to determine the Funding Shortfall.

Asset Valuation Method

The Actuarial Value of Assets is determined using an annual average of the adjusted Fair Market Value of Assets with the earliest determination 24 months prior to the valuation date. The Fair Market Value of Assets in prior years is adjusted for contributions, benefit payments, expenses and expected earnings (not to exceed the third segment rate).

This is equivalent to the Fair Market Value of Assets, plus two-thirds of the (gain)/loss from the prior year, plus one-third of the (gain)/loss from the second preceding year. The (gain)/loss in each year is the difference between the expected and actual returns on the Fair Market Value of Assets.

The Actuarial Value of Assets is adjusted to be no less than 90% or no more than 110% of the Fair Market Value of Assets, as required by IRC Section 430(g)(3)(B)(iii).

Since the expected earnings assumption cannot exceed the third segment rate, over time, the method may produce an Actuarial Value of Assets slightly below the Fair Market Value of Assets.

The Actuarial Value of Assets for determining the Maximum Tax Deductible Contribution reflects interest rate stabilization rates for discounting contributions and limiting expected earnings.

The Fair Market Value of Assets used for funds invested in the General Account of an Insurance Company is the stated contract value with a market value adjustment factor. This value is an estimate only and not the precise calculation which would be done at contract discontinuance or to measure the impact of excess withdrawals in any calendar year. It does not constitute a final offer by Prudential or a final experience adjustment.

SECTION VII

ACTUARIAL ASSUMPTIONS

Assumptions have been chosen to anticipate the long range experience of the Plan. Consistency among assumptions is important as each interacts with the others; equally important is the recognition of inflationary trends in the economy.

The actuarial assumptions used to compute Plan costs are:

Discount Rate	<u>With Interest Rate Stabilization</u>	<u>Without Interest Rate Stabilization</u>	<u>ASC #960</u>
Effective Rate	5.83%	4.01%	6.20%
First Segment – First 5 Years	4.16%	1.52%	n/a
Second Segment – Next 15 Years	5.72%	3.80%	n/a
Third Segment – After 20 Years	6.48%	4.79%	n/a

Mortality

Funding IRS 2017 Static Mortality Table

Accounting RP-2014 Blue Collar With Scale MP-2016

Expected Return on Plan Assets 6.20% per annum, limited to the third segment rate for Applicable plan year.

Estimated Expenses Administrative expenses expected to be paid from Plan Assets are \$120,000 per annum.

Spouse Assumptions 80% of participants are assumed to be married at death. Husbands are assumed to be 3 years older than wives.

Termination The probabilities that Participants at the ages indicated will terminate before reaching the assumed retirement age are:

<u>Age</u>	<u>Rate</u>
20	8.7%
25	9.3%
30	6.1%
35	4.4%
40	3.5%
45	3.1%
50	2.8%
55	1.5%
60	1.1%
65	1.3%
70	2.0%

This is 50% of the 2003 SOA Study age only Table.

SECTION VII

ACTUARIAL ASSUMPTIONS

Retirement Age:

The probabilities that Participants at the ages indicated will retire are:

<u>Age</u>	<u>% Retiring</u>
55	5%
56	5%
57	5%
58	5%
59	5%
60	5%
61	15%
62	15%
63	15%
64	25%
65	35%
66	35%
67	100%

Optional Payment Forms:

80% of active and deferred vested participants are assumed to be paid a 50% Joint & Survivor Annuity upon first eligibility after termination of employment. The remaining 20% are assumed to be paid a 5 year Certain and Life annuity. Survivors are assumed to be paid a life annuity.

Disability Rates:

The probabilities that active participants at the ages indicated will become disabled before reaching the assumed retirement age are:

<u>Age</u>	<u>Male Rates</u>	<u>Female Rates</u>
25	0.21%	0.15%
30	0.30%	0.25%
35	0.42%	0.38%
40	0.57%	0.52%
45	0.77%	0.72%
50	1.11%	1.09%
55	1.88%	1.74%
60+	2.82%	2.03%

This is 82% of the 1985 Disability Study Class 4 rates for males and females.

SECTION I

CHANGES SINCE LAST YEAR'S VALUATION

Changes in Pension Plan Provisions

No changes in the pension plan provisions were recognized with this actuarial valuation.

Legislated Changes

There were no legislative changes recognized with this actuarial valuation.

Changes in Actuarial Assumptions

For minimum funding the mortality table and interest segment rates were updated to 2017 in accordance with the requirements of IRC Section 430(h) and IRS regulations. Estimated expenses were set to \$120,000 for 2017 to reflect prior experience and anticipate future expenses to be paid from the trust. Effective with this valuation, the expected rate of return assumption was updated from 6.00% to 6.20% to better anticipate future investment experience.

Effective with this valuation the ASC 960 interest rate was updated from 6.00% to 6.20%.

Changes in Actuarial Methods

Effective with this valuation, the plan sponsor changed the asset valuation method from Market Value of Assets to Actuarial Value of Assets. The Actuarial Value of Assets is determined using an annual average of the adjusted Fair Market Value of Assets with the earliest determination 24 months prior to the valuation date.

Background on the Plan

Effective January 31, 2016, a portion of the active population of the Plan was spun off. On the same date, Westmoreland Coal Company Inc. acquired the San Juan Coal Company and thus became the sponsor of the Navajo Mine Retirement Plan. All results prior to January 1, 2017 were prepared by the prior actuary.

SECTION I

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SECTION VII

PLAN PROVISIONS

Plan Effective Date	Original Plan: June 1, 1964 Restated Plan: January 1, 2013 Plan Year: January 1 through December 31
Status of the Plan	The plan has ongoing benefit accruals. Effective April 30, 2006, new employees are not eligible to participate in the plan.
Definitions	
<i>Covered Employees</i>	Any Westmoreland Coal Company employee at Navajo Mine (including Company mines in the Navajo Indian Reservation and throughout San Juan County, New Mexico) who is covered by the collective bargaining agreement between Westmoreland Coal Company and the international Union of Operating Engineers, Local No. 953. Employees hired in surface operations after June 30, 2004, and employees hired in underground operations after April 30, 2006 are not eligible for the Plan.
<i>Participation</i>	Covered employees become participants upon employment. Effective April 30, 2006, the Plan was closed to new entrants.
<i>Vesting Service</i>	A year of service for vesting and eligibility purposes is earned for each calendar year in which a covered employee works at least 1,000 hours; for years in which an employee works at least 400 but less than 1,000 hours, a partial year of service is earned, equal to the number of hours worked, divided by 1,000. Under certain conditions, vesting and eligibility service may include periods of temporary disability, approved leaves of absence, military leave, and prior employment.
<i>Credited Service</i>	A year of service for benefit accrual purposes is earned for each calendar year in which a covered employee works at least 1,600 hours; for years in which an employee works at least 400 but less than 1,600 hours, a partial year is earned, equal to the number of hours worked, divided by 1,600. Credited service does not include periods of employment on and after January 1, 2007 after a participant has elected to receive contributions from the Employer Funded Account under the BHP New Mexico Coal 401(k) Savings Plan.
<i>Benefit Formula – Underground Employee Terminations on or after February 1, 2002 (monthly)</i>	\$40 x years of credited service before February 1, 2002, plus \$36 x years of credited service after February 1, 2002.
<i>Benefit Formula – Surface Employee Terminations on or after February 1, 2002 (monthly)</i>	\$44 (\$42 if terminated between 2/1/2002 and 1/31/2007) x years of credited service before February 1, 2002, plus \$36 x years of credited service after February 1, 2002.
<i>Benefit Formula – Term Before February 1, 2002 (monthly)</i>	Years of credited service x multiplier in effect at termination.

SECTION VII

PLAN PROVISIONS

Normal Retirement

<i>Eligibility</i>	Retirement on or after age 65.
<i>Benefit</i>	Monthly benefit determined under the applicable benefit formula.

Early Retirement

<i>Eligibility</i>	Retirement before age 65 after both attaining age 55 and completing 5 years of vesting service.
<i>Benefit</i>	Benefits for any participants who elect to commence their benefits prior to normal retirement are reduced by $\frac{1}{2}\%$ for each of the first 60 months commencement precedes age 60. No reduction applies for benefits commenced on or after age 60.

Supplemental Early Retirement

<i>Eligibility</i>	Retirement before age 65 after the participant attains age 55 and the sum of age plus years of service equals or exceeds 85 and employed at Navajo Mine immediately prior to retirement.
<i>Benefit</i>	\$300 per month, payable from early retirement to age 62 or death, if earlier.

Deferred Vested

<i>Eligibility</i>	Participants are vested in their plan benefit after 5 years of vesting service.
<i>Benefit</i>	Equal to the early retirement benefit.

Disability

<i>Eligibility</i>	Termination upon becoming totally and permanently disabled (defined by the plan administrator). Must be eligible for Social Security disability payments.
<i>Benefit</i>	Equal to the normal retirement benefit determined using a minimum of 10 years of credited service, unreduced for early commencement, payable from date of disability to age 65.

Occupational Disability Transition

<i>Eligibility</i>	Termination upon becoming seriously disabled (defined by plan administrator) after completing 10 years of vesting service with at least 6 years of credited service and after attaining age 55, if the participant was employed by Navajo Mine immediately prior to disability. Participant must release the Company of all liability, and cannot be eligible for a disability retirement benefit.
<i>Benefit</i>	Annual payment of \$1,200, plus \$1,200 for each year of credited service in excess of 6 years (maximum \$12,000 annual payment). Payable from the date of disability until the participant receives 5 annual installments or becomes eligible for Social Security pension payments, whichever is earlier. A portion of this benefit may be payable as a lump sum.

SECTION VII

PLAN PROVISIONS

Pre-Retirement Survivor

<i>Eligibility</i>	Death of a vested participant after being married for at least one year. Eligible for commencement not earlier than on the first of the month following the date on which the participant would have attained age 55.
<i>Survivor Benefits – Married Participants</i>	Equal to 50% of the benefit the deceased participant would have received had he elected to commence on the date the survivor payments begin. The benefit is paid as a monthly annuity for the survivor's lifetime.

Pre-Retirement Death

<i>Eligibility</i>	Death of an unmarried vested participant or a participant who has been married less than one year who is at least age 55. Payments begin on the first of the month following the date of the participant's death.
<i>Survivor Benefits – Unmarried Participants</i>	60 monthly payments in the amount the deceased participant would have received had he elected to commence on the first of the month following his death.

Mine Accidental Death

<i>Eligibility</i>	Death of a married participant in a Company mine accident. Payments begin on the first of the month following the date of the participant's death and end at the earlier of the survivor's death or remarriage.
<i>Benefit</i>	Equal to the excess of the normal retirement benefit (determined using a minimum of 10 years of credited service) over the survivor benefits generally payable under the plan. This benefit is paid in addition to the general survivor benefits.

Benefit Offsets

The plan benefits for certain participants are offset by benefits earned under prior plans.

Form of Benefits

<i>Automatic Form for Unmarried Participants</i>	The normal form of payment for monthly pension benefits is a life annuity with 60 payments guaranteed if the member has no spouse as of the date payments begin.
<i>Automatic Form for Married Participants</i>	50% joint and survivor annuity with no reduction if the member is married at the date payments begin.
<i>Optional forms</i>	No optional forms of payment are available from the plan.

Miscellaneous

<i>Voluntary Early Retirement</i>	There are special provisions which applied to voluntary early retirement program which applied in 1995, 1997, 1999, 2002 and 2014.
<i>Maximum Benefits</i>	Annual benefits may not exceed the limits in IRC Section 415. This limit is indexed annually. For 2017, the limit is \$215,000.

SECTION VII DISTRIBUTION OF ACTIVE PARTICIPANTS BY AGE AND SERVICE

Number of Active Participants as of January 1, 2017 – Distribution by Age and Service

Active participant counts are shown below.

Attained Age	Years of Credited Service										
	<u>Under 1</u>	<u>1-4</u>	<u>5-9</u>	<u>10-14</u>	<u>15-19</u>	<u>20-24</u>	<u>25-29</u>	<u>30-34</u>	<u>35-39</u>	<u>40 +</u>	<u>Total</u>
Under 25											
25-29											
30-34			2	1							3
35-39			3	7	4						14
40-44			6	5	17						28
45-49			3	10	11	6	2				32
50-54			5	11	13	3	2	1			35
55-59			4	8	11	7	6	6			42
60-64				5	4	2	4	6	2	4	27
65-69				1	1		1		1	3	7
70 +											
Total			23	48	61	18	15	13	3	7	188

Navajo Mine Retirement Plan
EIN/PN: 94-2557286/001
Attachment to 2017 Schedule SB (Form 5500)

Line 22 - Description of Weighted Average Retirement Age

<u>Age</u>	<u>Retirement Rates</u>	<u>Participants</u>	<u>Retirements</u>	<u>Weight</u>
55	0.05	10,000	500	27,500
56	0.05	9,500	475	26,600
57	0.05	9,025	451	25,721
58	0.05	8,574	429	24,864
59	0.05	8,145	407	24,028
60	0.05	7,738	387	23,213
61	0.15	7,351	1,103	67,261
62	0.15	6,248	937	58,109
63	0.15	5,311	797	50,189
64	0.25	4,514	1,129	72,230
65	0.35	3,386	1,185	77,027
66	0.35	2,201	770	50,838
67	1.00	1,430	<u>1,430</u>	<u>95,843</u>
Total			10,000	623,423
Average				62.34

Weighted Average Retirement Age: 62

SCHEDULE SB (Form 5500) <small>Department of the Treasury Internal Revenue Service</small> <small>Department of Labor Employee Benefits Security Administration</small> <small>Pension Benefit Guaranty Corporation</small>	Single-Employer Defined Benefit Plan Actuarial Information This schedule is required to be filed under section 104 of the Employee Retirement Income Security Act of 1974 (ERISA) and section 6059 of the Internal Revenue Code (the Code). File as an attachment to Form 5500 or 5500-SF.	<small>OMB No. 1210-0110</small> 2017 This Form is Open to Public Inspection
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For calendar plan year 2017 or fiscal plan year beginning 01/01/2017 and ending 12/31/2017

▶ **Round off amounts to nearest dollar.**

▶ **Caution:** A penalty of \$1,000 will be assessed for late filing of this report unless reasonable cause is established.

A Name of plan NAVAJO MINE RETIREMENT PLAN	<table border="1" style="width: 100%; border-collapse: collapse;"> <tr> <td style="width: 60%;">B Three-digit plan number (PN) ▶</td> <td style="width: 40%; text-align: center;">001</td> </tr> </table>	B Three-digit plan number (PN) ▶	001
B Three-digit plan number (PN) ▶	001		
C Plan sponsor's name as shown on line 2a of Form 5500 or 5500-SF WESTMORELAND COAL COMPANY	D Employer Identification Number (EIN) 94-2557286		
E Type of plan: ☒ Single ☐ Multiple-A ☐ Multiple-B	F Prior year plan size: ☐ 100 or fewer ☐ 101-500 ☒ More than 500		

Part I Basic Information

1	Enter the valuation date: Month <u>1</u> Day <u>1</u> Year <u>2017</u>		
2	Assets:		
	a Market value.....	2a	93,893,914
	b Actuarial value	2b	94,540,459
3	Funding target/participant count breakdown	(1) Number of participants	(2) Vested Funding Target
	a For retired participants and beneficiaries receiving payment	550	52,922,127
	b For terminated vested participants	214	9,832,974
	c For active participants	188	7,559,629
	d Total	952	70,314,730
4	If the plan is in at-risk status, check the box and complete lines (a) and (b) ☐		
	a Funding target disregarding prescribed at-risk assumptions	4a	
	b Funding target reflecting at-risk assumptions, but disregarding transition rule for plans that have been in at-risk status for fewer than five consecutive years and disregarding loading factor	4b	
5	Effective interest rate	5	5.83 %
6	Target normal cost	6	363,037

Statement by Enrolled Actuary

To the best of my knowledge, the information supplied in this schedule and accompanying schedules, statements and attachments, if any, is complete and accurate. Each prescribed assumption was applied in accordance with applicable law and regulations. In my opinion, each other assumption is reasonable (taking into account the experience of the plan and reasonable expectations) and such other assumptions, in combination, offer my best estimate of anticipated experience under the plan.

SIGN HERE	John Gericke JIG Signature of actuary	10/02/2018 Date
	John Gericke Type or print name of actuary	17-05686 Most recent enrollment number
	PRIAC Firm name	(856) 889-5933 Telephone number (including area code)
	280 Trumbull Street Hartford CT 06103-2975 Address of the firm	

If the actuary has not fully reflected any regulation or ruling promulgated under the statute in completing this schedule, check the box and see instructions ☐

For Paperwork Reduction Act Notice, see the Instructions for Form 5500 or 5500-SF.

Schedule SB (Form 5500) 2017
v. 170203

Part II Beginning of Year Carryover and Prefunding Balances

	(a) Carryover balance	(b) Prefunding balance
7 Balance at beginning of prior year after applicable adjustments (line 13 from prior year).....	180,971	0
8 Portion elected for use to offset prior year's funding requirement (line 35 from prior year)	0	0
9 Amount remaining (line 7 minus line 8).....	180,971	0
10 Interest on line 9 using prior year's actual return of <u>7.36</u> %	13319	0
11 Prior year's excess contributions to be added to prefunding balance:		
a Present value of excess contributions (line 38a from prior year).....		0
b(1) Interest on the excess, if any, of line 38a over line 38b from prior year Schedule SB, using prior year's effective interest rate of <u>6.06</u> %		0
b(2) Interest on line 38b from prior year Schedule SB, using prior year's actual return		0
c Total available at beginning of current plan year to add to prefunding balance		0
d Portion of (c) to be added to prefunding balance.....		0
12 Other reductions in balances due to elections or deemed elections.....	0	0
13 Balance at beginning of current year (line 9 + line 10 + line 11d – line 12).....	194,290	0

Part III Funding Percentages

14 Funding target attainment percentage	14	133.97%
15 Adjusted funding target attainment percentage.....	15	133.33%
16 Prior year's funding percentage for purposes of determining whether carryover/prefunding balances may be used to reduce current year's funding requirement	16	128.54%
17 If the current value of the assets of the plan is less than 70 percent of the funding target, enter such percentage.	17	%

Part IV Contributions and Liquidity Shortfalls**18** Contributions made to the plan for the plan year by employer(s) and employees:

(a) Date (MM-DD-YYYY)	(b) Amount paid by employer(s)	(c) Amount paid by employees	(a) Date (MM-DD-YYYY)	(b) Amount paid by employer(s)	(c) Amount paid by employees
Totals ▶			18(b)	0	18(c) 0

19 Discounted employer contributions – see instructions for small plan with a valuation date after the beginning of the year:

a Contributions allocated toward unpaid minimum required contributions from prior years.....	19a	0
b Contributions made to avoid restrictions adjusted to valuation date	19b	0
c Contributions allocated toward minimum required contribution for current year adjusted to valuation date.....	19c	0

20 Quarterly contributions and liquidity shortfalls:

- a** Did the plan have a "funding shortfall" for the prior year?..... ☐ Yes ☒ No
- b** If line 20a is "Yes," were required quarterly installments for the current year made in a timely manner?..... ☐ Yes ☐ No
- c** If line 20a is "Yes," see instructions and complete the following table as applicable:

Liquidity shortfall as of end of quarter of this plan year			
(1) 1st	(2) 2nd	(3) 3rd	(4) 4th

Part V Assumptions Used to Determine Funding Target and Target Normal Cost**21** Discount rate:**a** Segment rates:

1st segment: 4.16 %	2nd segment: 5.72 %	3rd segment: 6.48 %	☐ N/A, full yield curve used
------------------------	------------------------	------------------------	---

b Applicable month (enter code)..... **21b** 4**22** Weighted average retirement age **22** 62**23** Mortality table(s) (see instructions) ☐ Prescribed - combined ☒ Prescribed - separate ☐ Substitute**Part VI Miscellaneous Items****24** Has a change been made in the non-prescribed actuarial assumptions for the current plan year? If "Yes," see instructions regarding required attachment ☒ Yes ☐ No**25** Has a method change been made for the current plan year? If "Yes," see instructions regarding required attachment ☒ Yes ☐ No**26** Is the plan required to provide a Schedule of Active Participants? If "Yes," see instructions regarding required attachment ☒ Yes ☐ No**27** If the plan is subject to alternative funding rules, enter applicable code and see instructions regarding attachment **27****Part VII Reconciliation of Unpaid Minimum Required Contributions For Prior Years****28** Unpaid minimum required contributions for all prior years **28** 0**29** Discounted employer contributions allocated toward unpaid minimum required contributions from prior years (line 19a) **29** 0**30** Remaining amount of unpaid minimum required contributions (line 28 minus line 29) **30** 0**Part VIII Minimum Required Contribution For Current Year****31** Target normal cost and excess assets (see instructions):**a** Target normal cost (line 6) **31a** 363,037**b** Excess assets, if applicable, but not greater than line 31a **31b** 363,037

Amortization installments:	Outstanding Balance	Installment
a Net shortfall amortization installment.....	0	0
b Waiver amortization installment.....	0	0

33 If a waiver has been approved for this plan year, enter the date of the ruling letter granting the approval (Month _____ Day _____ Year _____) and the waived amount **33****34** Total funding requirement before reflecting carryover/prefunding balances (lines 31a - 31b + 32a + 32b - 33)..... **34** 0

	Carryover balance	Prefunding balance	Total balance
35 Balances elected for use to offset funding requirement.....	0	0	0

36 Additional cash requirement (line 34 minus line 35)..... **36** 0**37** Contributions allocated toward minimum required contribution for current year adjusted to valuation date (line 19c)..... **37** 0**38** Present value of excess contributions for current year (see instructions)**a** Total (excess, if any, of line 37 over line 36) **38a** 0**b** Portion included in line 38a attributable to use of prefunding and funding standard carryover balances **38b** 0**39** Unpaid minimum required contribution for current year (excess, if any, of line 36 over line 37)..... **39** 0**40** Unpaid minimum required contributions for all years **40** 0**Part IX Pension Funding Relief Under Pension Relief Act of 2010 (See Instructions)****41** If an election was made to use PRA 2010 funding relief for this plan:**a** Schedule elected ☐ 2 plus 7 years ☐ 15 years**b** Eligible plan year(s) for which the election in line 41a was made ☐ 2008 ☐ 2009 ☐ 2010 ☐ 2011**42** Amount of acceleration adjustment **42****43** Excess installment acceleration amount to be carried over to future plan years **43**

SECTION VII

ACTUARIAL METHODS

Under the Actuarial Methods described below, if all current assumptions remain constant and are realized, funding at least the Minimum Required Contribution each year will eventually accumulate sufficient plan assets to cover the Funding Target. Future widening of the interest rate stabilization corridor may extend the time period for the plan to become fully funded.

Cost Method

Costs have been computed in accordance with the Unit Credit Actuarial Cost Method and reflect the actuarial assumptions described under "Actuarial Assumptions" of this report as provided under the applicable regulations of the Pension Protection Act of 2006.

Target Normal Cost

The Target Normal Cost is the present value of benefits expected to accrue during the plan year plus an estimate of the expenses to be paid from plan assets during the plan year.

Funding Target and Funding Shortfall

The Funding Target is the present value of benefits accrued as of the beginning of the plan year and the Funding Shortfall is the excess of the Funding Target over the Actuarial Value of Assets (reduced by the Credit Balance). The initial Funding Shortfall is amortized over seven years.

In subsequent years, the Funding Shortfall less the present value of prior year amortization installments is amortized over seven years, and added to any prior year amortization installments.

Segment rates are adjusted as necessary to fall within the specified corridor of the corresponding 25-year average of segment rates for the period ending September 30 of the calendar year preceding the first day of the plan year. The specified corridor is:

<u>Plan Year</u>	<u>Corridor</u>
Through 2020	90% - 110%
2021	85% - 115%
2022	80% - 120%
2023	75% - 125%
2024 and later	70% - 130%

The adjustments to fall within the specified corridor of the 25-year average of segment rates apply for determining the minimum required contribution and related funded percentages. They do not apply for determining the maximum tax deductible contribution or certain other situations.

Sponsor Elections

Discount Rate: Segment rates, with a 4-month lookback

Mortality Table: Prescribed IRS Static Mortality Table – Separate

SECTION VII

ACTUARIAL METHODS

At-Risk Determination

The At-Risk Funding Target is determined by assuming that participants eligible to retire in the current plan year and next 10 plan years retire at the earliest possible date, but not before the end of the plan year. All participants are assumed to elect the optional form resulting in the highest possible present value.

A load is added to the At-Risk Funding Target and At-Risk Target Normal Cost when a plan is At-Risk in at least two years during the preceding four years. The load increases the At-Risk Funding Target by 4% of the Not At-Risk Funding Target plus \$700 per participant, and increases the At-Risk Target Normal Cost by 4% of the Not At-Risk Target Normal Cost.

The Funding Target and Target Normal Cost are calculated by multiplying the Not At-Risk values by 100% minus the Phase-In Percentage, plus the At-Risk values multiplied by the Phase-In Percentage.

Credit Balance

The Credit Balance consists of the Carryover Balance from excess contributions prior to the Pension Protection Act (PPA) of 2006, plus the Prefunding Balance from elected excess contributions after the PPA. Balances accumulate with interest and are reduced for amounts applied towards the Minimum Required Contribution, voluntary waivers by the plan sponsor, and compelled waivers to avoid benefit restrictions. The Actuarial Value of Assets is reduced by the Credit Balance to determine certain funded percentages and to determine the Funding Shortfall.

Asset Valuation Method

The Actuarial Value of Assets is determined using an annual average of the adjusted Fair Market Value of Assets with the earliest determination 24 months prior to the valuation date. The Fair Market Value of Assets in prior years is adjusted for contributions, benefit payments, expenses and expected earnings (not to exceed the third segment rate).

This is equivalent to the Fair Market Value of Assets, plus two-thirds of the (gain)/loss from the prior year, plus one-third of the (gain)/loss from the second preceding year. The (gain)/loss in each year is the difference between the expected and actual returns on the Fair Market Value of Assets.

The Actuarial Value of Assets is adjusted to be no less than 90% or no more than 110% of the Fair Market Value of Assets, as required by IRC Section 430(g)(3)(B)(iii).

Since the expected earnings assumption cannot exceed the third segment rate, over time, the method may produce an Actuarial Value of Assets slightly below the Fair Market Value of Assets.

The Actuarial Value of Assets for determining the Maximum Tax Deductible Contribution reflects interest rate stabilization rates for discounting contributions and limiting expected earnings.

The Fair Market Value of Assets used for funds invested in the General Account of an Insurance Company is the stated contract value with a market value adjustment factor. This value is an estimate only and not the precise calculation which would be done at contract discontinuance or to measure the impact of excess withdrawals in any calendar year. It does not constitute a final offer by Prudential or a final experience adjustment.

SECTION VII

ACTUARIAL ASSUMPTIONS

Assumptions have been chosen to anticipate the long range experience of the Plan. Consistency among assumptions is important as each interacts with the others; equally important is the recognition of inflationary trends in the economy.

The actuarial assumptions used to compute Plan costs are:

Discount Rate	<u>With Interest Rate Stabilization</u>	<u>Without Interest Rate Stabilization</u>	<u>ASC #960</u>
Effective Rate	5.83%	4.01%	6.20%
First Segment – First 5 Years	4.16%	1.52%	n/a
Second Segment – Next 15 Years	5.72%	3.80%	n/a
Third Segment – After 20 Years	6.48%	4.79%	n/a

Mortality

Funding IRS 2017 Static Mortality Table

Accounting RP-2014 Blue Collar With Scale MP-2016

Expected Return on Plan Assets 6.20% per annum, limited to the third segment rate for Applicable plan year.

Estimated Expenses Administrative expenses expected to be paid from Plan Assets are \$120,000 per annum.

Spouse Assumptions 80% of participants are assumed to be married at death. Husbands are assumed to be 3 years older than wives.

Termination The probabilities that Participants at the ages indicated will terminate before reaching the assumed retirement age are:

<u>Age</u>	<u>Rate</u>
20	8.7%
25	9.3%
30	6.1%
35	4.4%
40	3.5%
45	3.1%
50	2.8%
55	1.5%
60	1.1%
65	1.3%
70	2.0%

This is 50% of the 2003 SOA Study age only Table.

SECTION VII

ACTUARIAL ASSUMPTIONS

Retirement Age:

The probabilities that Participants at the ages indicated will retire are:

<u>Age</u>	<u>% Retiring</u>
55	5%
56	5%
57	5%
58	5%
59	5%
60	5%
61	15%
62	15%
63	15%
64	25%
65	35%
66	35%
67	100%

Optional Payment Forms:

80% of active and deferred vested participants are assumed to be paid a 50% Joint & Survivor Annuity upon first eligibility after termination of employment. The remaining 20% are assumed to be paid a 5 year Certain and Life annuity. Survivors are assumed to be paid a life annuity.

Disability Rates:

The probabilities that active participants at the ages indicated will become disabled before reaching the assumed retirement age are:

<u>Age</u>	<u>Male Rates</u>	<u>Female Rates</u>
25	0.21%	0.15%
30	0.30%	0.25%
35	0.42%	0.38%
40	0.57%	0.52%
45	0.77%	0.72%
50	1.11%	1.09%
55	1.88%	1.74%
60+	2.82%	2.03%

This is 82% of the 1985 Disability Study Class 4 rates for males and females.

SECTION I

CHANGES SINCE LAST YEAR'S VALUATION

Changes in Pension Plan Provisions

No changes in the pension plan provisions were recognized with this actuarial valuation.

Legislated Changes

There were no legislative changes recognized with this actuarial valuation.

Changes in Actuarial Assumptions

For minimum funding the mortality table and interest segment rates were updated to 2017 in accordance with the requirements of IRC Section 430(h) and IRS regulations. Estimated expenses were set to \$120,000 for 2017 to reflect prior experience and anticipate future expenses to be paid from the trust. Effective with this valuation, the expected rate of return assumption was updated from 6.00% to 6.20% to better anticipate future investment experience.

Effective with this valuation the ASC 960 interest rate was updated from 6.00% to 6.20%.

Changes in Actuarial Methods

Effective with this valuation, the plan sponsor changed the asset valuation method from Market Value of Assets to Actuarial Value of Assets. The Actuarial Value of Assets is determined using an annual average of the adjusted Fair Market Value of Assets with the earliest determination 24 months prior to the valuation date.

Background on the Plan

Effective January 31, 2016, a portion of the active population of the Plan was spun off. On the same date, Westmoreland Coal Company Inc. acquired the San Juan Coal Company and thus became the sponsor of the Navajo Mine Retirement Plan. All results prior to January 1, 2017 were prepared by the prior actuary.

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SECTION VII

PLAN PROVISIONS

Plan Effective Date	Original Plan: June 1, 1964 Restated Plan: January 1, 2013 Plan Year: January 1 through December 31
Status of the Plan	The plan has ongoing benefit accruals. Effective April 30, 2006, new employees are not eligible to participate in the plan.
Definitions	
<i>Covered Employees</i>	Any Westmoreland Coal Company employee at Navajo Mine (including Company mines in the Navajo Indian Reservation and throughout San Juan County, New Mexico) who is covered by the collective bargaining agreement between Westmoreland Coal Company and the international Union of Operating Engineers, Local No. 953. Employees hired in surface operations after June 30, 2004, and employees hired in underground operations after April 30, 2006 are not eligible for the Plan.
<i>Participation</i>	Covered employees become participants upon employment. Effective April 30, 2006, the Plan was closed to new entrants.
<i>Vesting Service</i>	A year of service for vesting and eligibility purposes is earned for each calendar year in which a covered employee works at least 1,000 hours; for years in which an employee works at least 400 but less than 1,000 hours, a partial year of service is earned, equal to the number of hours worked, divided by 1,000. Under certain conditions, vesting and eligibility service may include periods of temporary disability, approved leaves of absence, military leave, and prior employment.
<i>Credited Service</i>	A year of service for benefit accrual purposes is earned for each calendar year in which a covered employee works at least 1,600 hours; for years in which an employee works at least 400 but less than 1,600 hours, a partial year is earned, equal to the number of hours worked, divided by 1,600. Credited service does not include periods of employment on and after January 1, 2007 after a participant has elected to receive contributions from the Employer Funded Account under the BHP New Mexico Coal 401(k) Savings Plan.
<i>Benefit Formula – Underground Employee Terminations on or after February 1, 2002 (monthly)</i>	\$40 x years of credited service before February 1, 2002, plus \$36 x years of credited service after February 1, 2002.
<i>Benefit Formula – Surface Employee Terminations on or after February 1, 2002 (monthly)</i>	\$44 (\$42 if terminated between 2/1/2002 and 1/31/2007) x years of credited service before February 1, 2002, plus \$36 x years of credited service after February 1, 2002.
<i>Benefit Formula – Term Before February 1, 2002 (monthly)</i>	Years of credited service x multiplier in effect at termination.

SECTION VII

PLAN PROVISIONS

Normal Retirement

<i>Eligibility</i>	Retirement on or after age 65.
<i>Benefit</i>	Monthly benefit determined under the applicable benefit formula.

Early Retirement

<i>Eligibility</i>	Retirement before age 65 after both attaining age 55 and completing 5 years of vesting service.
<i>Benefit</i>	Benefits for any participants who elect to commence their benefits prior to normal retirement are reduced by $\frac{1}{2}\%$ for each of the first 60 months commencement precedes age 60. No reduction applies for benefits commenced on or after age 60.

Supplemental Early Retirement

<i>Eligibility</i>	Retirement before age 65 after the participant attains age 55 and the sum of age plus years of service equals or exceeds 85 and employed at Navajo Mine immediately prior to retirement.
<i>Benefit</i>	\$300 per month, payable from early retirement to age 62 or death, if earlier.

Deferred Vested

<i>Eligibility</i>	Participants are vested in their plan benefit after 5 years of vesting service.
<i>Benefit</i>	Equal to the early retirement benefit.

Disability

<i>Eligibility</i>	Termination upon becoming totally and permanently disabled (defined by the plan administrator). Must be eligible for Social Security disability payments.
<i>Benefit</i>	Equal to the normal retirement benefit determined using a minimum of 10 years of credited service, unreduced for early commencement, payable from date of disability to age 65.

Occupational Disability Transition

<i>Eligibility</i>	Termination upon becoming seriously disabled (defined by plan administrator) after completing 10 years of vesting service with at least 6 years of credited service and after attaining age 55, if the participant was employed by Navajo Mine immediately prior to disability. Participant must release the Company of all liability, and cannot be eligible for a disability retirement benefit.
<i>Benefit</i>	Annual payment of \$1,200, plus \$1,200 for each year of credited service in excess of 6 years (maximum \$12,000 annual payment). Payable from the date of disability until the participant receives 5 annual installments or becomes eligible for Social Security pension payments, whichever is earlier. A portion of this benefit may be payable as a lump sum.

SECTION VII

PLAN PROVISIONS

Pre-Retirement Survivor

<i>Eligibility</i>	Death of a vested participant after being married for at least one year. Eligible for commencement not earlier than on the first of the month following the date on which the participant would have attained age 55.
<i>Survivor Benefits – Married Participants</i>	Equal to 50% of the benefit the deceased participant would have received had he elected to commence on the date the survivor payments begin. The benefit is paid as a monthly annuity for the survivor's lifetime.

Pre-Retirement Death

<i>Eligibility</i>	Death of an unmarried vested participant or a participant who has been married less than one year who is at least age 55. Payments begin on the first of the month following the date of the participant's death.
<i>Survivor Benefits – Unmarried Participants</i>	60 monthly payments in the amount the deceased participant would have received had he elected to commence on the first of the month following his death.

Mine Accidental Death

<i>Eligibility</i>	Death of a married participant in a Company mine accident. Payments begin on the first of the month following the date of the participant's death and end at the earlier of the survivor's death or remarriage.
<i>Benefit</i>	Equal to the excess of the normal retirement benefit (determined using a minimum of 10 years of credited service) over the survivor benefits generally payable under the plan. This benefit is paid in addition to the general survivor benefits.

Benefit Offsets

The plan benefits for certain participants are offset by benefits earned under prior plans.

Form of Benefits

<i>Automatic Form for Unmarried Participants</i>	The normal form of payment for monthly pension benefits is a life annuity with 60 payments guaranteed if the member has no spouse as of the date payments begin.
<i>Automatic Form for Married Participants</i>	50% joint and survivor annuity with no reduction if the member is married at the date payments begin.
<i>Optional forms</i>	No optional forms of payment are available from the plan.

Miscellaneous

<i>Voluntary Early Retirement</i>	There are special provisions which applied to voluntary early retirement program which applied in 1995, 1997, 1999, 2002 and 2014.
<i>Maximum Benefits</i>	Annual benefits may not exceed the limits in IRC Section 415. This limit is indexed annually. For 2017, the limit is \$215,000.

SECTION VII DISTRIBUTION OF ACTIVE PARTICIPANTS BY AGE AND SERVICE

Number of Active Participants as of January 1, 2017 – Distribution by Age and Service

Active participant counts are shown below.

Attained Age	Years of Credited Service										
	<u>Under 1</u>	<u>1-4</u>	<u>5-9</u>	<u>10-14</u>	<u>15-19</u>	<u>20-24</u>	<u>25-29</u>	<u>30-34</u>	<u>35-39</u>	<u>40 +</u>	<u>Total</u>
Under 25											
25-29											
30-34			2	1							3
35-39			3	7	4						14
40-44			6	5	17						28
45-49			3	10	11	6	2				32
50-54			5	11	13	3	2	1			35
55-59			4	8	11	7	6	6			42
60-64				5	4	2	4	6	2	4	27
65-69				1	1		1		1	3	7
70 +											
Total			23	48	61	18	15	13	3	7	188

Navajo Mine Retirement Plan
EIN/PN: 94-2557286/001
Attachment to 2017 Schedule SB (Form 5500)

Line 22 - Description of Weighted Average Retirement Age

<u>Age</u>	<u>Retirement Rates</u>	<u>Participants</u>	<u>Retirements</u>	<u>Weight</u>
55	0.05	10,000	500	27,500
56	0.05	9,500	475	26,600
57	0.05	9,025	451	25,721
58	0.05	8,574	429	24,864
59	0.05	8,145	407	24,028
60	0.05	7,738	387	23,213
61	0.15	7,351	1,103	67,261
62	0.15	6,248	937	58,109
63	0.15	5,311	797	50,189
64	0.25	4,514	1,129	72,230
65	0.35	3,386	1,185	77,027
66	0.35	2,201	770	50,838
67	1.00	1,430	<u>1,430</u>	<u>95,843</u>
Total			10,000	623,423
Average				62.34

Weighted Average Retirement Age: 62



NAVAJO MINE RETIREMENT PLAN

**Financial Statements
and
Independent Auditor's Report
December 31, 2017 and 2016**

NAVAJO MINE RETIREMENT PLAN

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INDEPENDENT AUDITORS' REPORT

Westmoreland Retirement Benefits Administrative Committee
Navajo Mine Retirement Plan
Englewood, Colorado

REPORT ON FINANCIAL STATEMENTS

We were engaged to audit the accompanying financial statements of Navajo Mine Retirement Plan (the "Plan"), which are comprised of the statements of net assets available for benefits as of December 31, 2017 and 2016, and the related statement of changes in net assets available for benefits for the year ended December 31, 2017, the statement of accumulated plan benefits as of January 1, 2017, the related statement of changes in accumulated plan benefits for the year ended January 1, 2017, and the related notes to the financial statements.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on conducting the audits in accordance with auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

BASIS FOR DISCLAIMER OF OPINION

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the Plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 3, which was certified by Prudential Retirement Insurance and Annuity Company, the trustee of the Plan, except for comparing such information with the related information included in the financial statements and supplemental schedules. We have been informed by the Plan administrator that the trustee holds the Plan's investment assets and executes investment transactions. The Plan administrator has obtained a certification from the trustee as of December 31, 2017 and 2016, and for the year ended December 31, 2017, that the information provided to the Plan administrator by the trustee is complete and accurate.

DISCLAIMER OF OPINION

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.

EMPHASIS OF OTHER MATTERS

The accompanying financial statements have been prepared assuming that the Plan sponsor will continue as a going concern. As discussed in Note 1(b) to the financial statements, the Plan sponsor has disclosed in Form 10-Q for the quarter ended June 30, 2018 that there is substantial doubt about its ability to continue as a going concern. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

OTHER MATTERS

Supplemental Schedules

The supplemental schedules as of and for the year ended December 31, 2017, are required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 and are presented for the purpose of additional analysis and are not a required part of the financial statements. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we do not express an opinion on these supplemental schedules.

REPORT ON FORM AND CONTENT IN COMPLIANCE WITH THE DEPARTMENT OF LABOR'S RULES AND REGULATIONS

The form and content of the information included in the financial statements and supplemental schedules, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

EKS+H LLP
EKS&H LLP

Denver, Colorado
October 5, 2018

NAVAJO MINE RETIREMENT PLAN**STATEMENTS OF NET ASSETS
AVAILABLE FOR BENEFITS**

	December 31,	
	2017	2016
Assets		
Investments, at fair value		
Pooled separate accounts	\$ 90,108,798	\$ 83,001,018
Registered investment companies	2,655,617	2,380,017
Guaranteed deposit fund	7,659,436	8,695,413
Total investments, at fair value	100,423,851	94,076,448
Net assets available for benefits	<u>\$ 100,423,851</u>	<u>\$ 94,076,448</u>

See accompanying Notes to Financial Statements.

NAVAJO MINE RETIREMENT PLAN

STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

	For the Years Ended December 31,	
	2017	2016
Investment income (loss)		
Net appreciation (depreciation) in fair value of investments	\$ 8,530,163	\$ (350,517)
Interest and dividend income	3,044,777	2,787,720
Total investment income	11,574,940	2,437,203
Deductions from net assets		
Benefits paid to participants	5,061,840	4,963,186
Administrative expenses	165,697	463,722
Total deductions from net assets	5,227,537	5,426,908
Net increase (decrease) in net assets available for benefits	6,347,403	(2,989,705)
Transfer out (Note 1)	—	(19,146,339)
Net assets available for benefits		
Beginning of year	94,076,448	116,212,492
End of year	<u>\$ 100,423,851</u>	<u>\$ 94,076,448</u>

See accompanying Notes to Financial Statements.

NAVAJO MINE RETIREMENT PLAN**STATEMENT OF ACCUMULATED PLAN BENEFITS**
January 1, 2017

Actuarial present value of accumulated plan benefits	
Vested benefits	
Active participants	\$ 7,394,205
Retired participants and beneficiaries	61,145,724
Total vested benefits	<u>68,539,929</u>
Non-vested benefits	102,992
Total actuarial present value of accumulated plan benefits	<u><u>\$ 68,642,921</u></u>

NAVAJO MINE RETIREMENT PLAN**STATEMENT OF CHANGES IN ACCUMULATED PLAN BENEFITS
For the Year Ended January 1, 2017**

Actuarial present value of accumulated plan benefits at beginning of year	<u>\$ 93,337,236</u>
Increase (decrease) during the year attributable to:	
Benefits paid	(4,541,207)
Benefits accumulated and actuarial gain	(24,287,289)
Interest	5,465,982
Change in actuarial assumptions	(1,331,801)
Net decrease	<u>(24,694,315)</u>
Actuarial present value of accumulated plan benefits at end of year	<u><u>\$ 68,642,921</u></u>

NAVAJO MINE RETIREMENT PLAN

Notes to Financial Statements

1. Description of the Plan and Significant Accounting Policies

The following description of Navajo Mine Retirement Plan (the "Plan" or "NMRP") provides only general information. Participants and all others should refer to the Plan document for a more complete description of the Plan's provisions.

General

The Plan was established effective June 1, 1964 (subsequently amended and restated) and is a defined benefit plan covering all eligible employees of the Navajo Mine (as formerly referenced by previous owner BHP Billiton New Mexico Coal ("BHP"), newly referred to as the "San Juan Mine") which includes company mines in the Navajo Indian Reservation and throughout San Juan County, New Mexico which were originally covered by the agreement between Broken Hill Proprietary (USA) Inc. and the International Union of Operating Engineers, Local No. 953. Effective January 31, 2016, Westmoreland Coal Company's ("WCC") wholly owned subsidiary San Juan Coal Company ("SJCC" or the "Company"), acquired the Plan as a result of the acquisition of the San Juan Mine from BHP. The Company amended the Plan as of this date to reflect SJCC as the Plan sponsor and split the Plan into the following two plans:

- NMRP consisting of all San Juan Mine employees and all inactive participants (except for 5 current BHP Billiton employees that had a terminated vested benefit in the NMRP which were spun into NMC) (defined below).
- NMC Retirement Plan ("NMC") belonging to BHP and consisting of employees that had been in NMRP until January 31, 2016 who are not San Juan Mine employees. The NMRP transferred \$19.1 million during 2016 to the NMC plan for assets that pertained to BHP's employees.

The Westmoreland Coal Company Retirement Committee administers the NMRP and manages the Plan's assets on behalf of SJCC. Prudential Retirement Insurance and Annuity Company ("Prudential Retirement") is the Plan's custodian, trustee, and maintains the Plan's records. As the Plan was split on January 31, 2016, Northern Trust Company was the custodian, trustee and maintained the Plan's records from January 1, 2016 until May 23, 2016 when all transactions to transfer Plan assets amongst trustees were completed. BHP used the professional services firm Mercer's U.S. Valuations Group ("Mercer") for actuarial valuation of the Plan. Mercer's actuarial assumptions as of January 1, 2016 are used in these financial statements for the year ended December 31, 2016. Prudential Retirement's actuarial assumptions as of January 1, 2017 are used in these financial statements for the year ended December 31, 2017.

Pension Benefits and Vesting Provisions

A participant who retires on or after February 1, 2002 and has attained age 65 is entitled to receive a monthly benefit ("Normal Retirement Benefit") equal to \$40.00 multiplied by the participant's years of credited service prior to February 1, 2002, plus \$36.00 multiplied by the participant's years of service on or after February 1, 2002. Effective February 1, 2004, the past service multiplier for eligible participants employed in surface operations increased from \$40.00 to \$42.00 for periods of service prior to February 1, 2002, and effective February 1, 2007, the past service multiplier increased to \$44.00. One year of credited service is earned for each year in which at least 1,600 hours are worked. Partial years of credited service can also be earned for years in which less than 1,600 hours are worked. Effective April 30, 2006, the Plan was closed to new entrants.

An eligible participant who retires on or after he or she attains age 55 and completes five years of service is entitled to receive a monthly benefit ("Early Retirement Benefit") equal to the participant's Normal Retirement Benefit, reduced by 0.5% for each month the participant is younger than age 60 on the date the Early Retirement Benefit is to commence. An early retirement supplement is available for participants who retire after attaining age 55 when their age plus years of service total at least 85. The early retirement supplement is \$300.00 per month payable until age 62 or death, if earlier.

The surviving spouse of a participant entitled to a benefit that has not commenced at the date of the participant's death is entitled to a survivor benefit. The amount of the survivor benefit is paid at 50% of member's pension benefit to surviving spouse for life or 60 times member's monthly pension benefit to non-spousal beneficiaries over a 60 month period. Additional death benefits are available in the case of deaths resulting from mine accidents. Benefits are recorded when paid on a cash basis of accounting.

Disability Benefits

Certain disability benefits, as defined in the Plan, are available for eligible participants.

Payment of Benefits

If a participant is married when benefits commence, the participant's benefits will be paid in the form of an individual life and 50% spouse's benefit, as defined in the Plan. If a participant is not married on the annuity starting date, the participant's benefits will be paid in the form of a five year certain and life benefit, as defined in the Plan.

Administrative Expenses

Certain expenses of maintaining the Plan are paid directly by the Company and are excluded from these financial statements. Fees incurred and paid directly (or through appreciation) by the Plan for administrative services were \$165,697 and \$463,722, for the years ended December 31, 2017 and 2016, respectively.

Funding Policy

The Company contributes such amounts as are necessary, based on actuarial calculations and as required by ERISA (defined below), to provide the Plan with assets sufficient to meet the benefits to be paid to Plan participants and their beneficiaries. The contributions to the Plan are subject to the limitations of maximum tax deductible contributions and minimum required contributions determined by the actuary and the funding policy adopted by the Company. The Company was not required to make any minimum funding contributions as required by the Employee Retirement Income Security Act of 1974 ("ERISA") and the Internal Revenue Code ("IRC") to the Plan for the years ended December 31, 2017 and 2016, and, accordingly, no contributions were made to the Plan for the years then ended.

The yield (interest, dividends, and net realized and unrealized gains and losses) on Plan investments in excess of amounts established in the actuarial assumptions, plus any gains resulting from forfeiture of non-vested benefits, serve to reduce future contributions that would otherwise be required to provide the defined level of benefits under the Plan.

Basis of Accounting

The accompanying financial statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of net assets available for benefits and changes therein, disclosure of contingent assets and liabilities, and the actuarial present value of accumulated plan benefits at the date of the financial statements. Actual results could differ from those estimates.

Risks, Uncertainties and Concentrations

The Plan provides for various investments that, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility risks. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the value of investments will occur in the near term and that such changes could materially affect participants' account balances and the amounts reported in the Statements of Net Assets Available for Benefits.

Plan contributions are made and the actuarial value of accumulated plan benefits is reported based on certain assumptions pertaining to interest rates, inflation rates, and employee demographics, all of which are subject to change. Due to uncertainties inherent in the estimation and assumption process, it is at least reasonably possible that changes in these estimates and assumptions in the near term would have a material impact on Plan contributions and the financial statements.

Additionally, some investments held by the Plan are invested in the securities of foreign companies, which involve special risks and considerations not typically associated with investing in U.S. companies. These risks include devaluation of currencies, less reliable information about issuers, different securities transaction clearance and settlement practices, and possible adverse political and economic developments. Moreover, securities of many foreign companies and their markets may be less liquid and their prices more volatile than those of securities of comparable U.S. companies.

During the years ended December 31, 2017 and 2016, there were three investments that accounted for 87% and 86% of total investments, respectively.

Investment Valuation and Income Recognition

The Plan's investments are recorded at fair value as reported to the Plan by the trustee. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 2 for a discussion of fair value measurements.

The net appreciation in fair value of investments is reflected in the accompanying Statements of Changes in Net Assets Available for Benefits and is determined as the difference between fair value at the beginning of the year (or date purchased if during the year) and selling price (if sold during the year) or year-end fair value. Purchases and sales of investments are recorded on a trade-date basis. Interest income is recognized on the accrual basis. Dividends are recognized on the ex-dividend date.

Actuarial Present Value of Accumulated Plan Benefits

Accumulated plan benefits are those future periodic payments that are attributable under the Plan's provisions to the service employees have rendered. Accumulated plan benefits include benefits expected to be paid to (a) retired or terminated employees or their beneficiaries, (b) beneficiaries of employees who have died, and (c) present employees or their beneficiaries. Benefits payable under all circumstances - retirement, death, disability, and termination of employment - are included, to the extent they are deemed attributable to employee service rendered prior to the valuation date.

The actuarial present value of accumulated plan benefits is determined by the Plan's independent actuary and is the amount that results from applying actuarial assumptions to the accumulated plan benefits to reflect the time value of money (through discounts and for interest) and the probability of the payment (by means of decrements such as death, disability, withdrawal, or retirement) between the valuation date and the expected date of payment. Actuarial assumptions for the Plan are made as of the beginning of the Plan year. The Statement of Accumulated Plan Benefits and the Statement of Changes in Accumulated Plan Benefits were prepared as of January 1, 2017 and for the year then ended. Had the reports been prepared as of and for the year ended December 31, 2016, no material changes would have been necessary. The significant actuarial assumptions used in the valuations as of January 1, 2017 by the actuarial company, Prudential Retirement, are as follows:

- For Accounting Standards Codification ("ASC") Topic 960, the effective interest rate and expected rate of return were 6.20%
- Life expectancy of participants was obtained from the RP-2014 mortality tables separately for employees and retirees and males and females, with blue collar adjustment and MP-2016 generalization mortality improvement scale
- Expected administrative expenses to be paid from Plan assets are \$120,000 per annum
- 80% of participants are assumed to be married at death and husbands are assumed to be three years older than their wives
- Disability incident rate is assumed to be 82% of the 1985 Disability Study Class 4 rates for males and females in accordance with the following sample rates:

Age	Disability Percentage Rate	
	Male	Female
25	0.21%	0.15%
30	0.30%	0.25%
35	0.42%	0.38%
40	0.57%	0.52%
45	0.77%	0.72%
50	1.11%	1.09%
55	1.88%	1.74%
60+	2.82%	2.03%

- Termination rate is assumed to be 50% of the 2003 SOA study age only table in accordance with the following sample rates:

Age	Termination Percentage Rate
	Male and Female
20	8.7%
25	9.3%
30	6.1%
35	4.4%
40	3.5%
45	3.1%
50	2.8%
55	1.5%
60	1.1%
65	1.3%
70	2.0%

- Participants are assumed to retire based on rates of retirement varying by age:

Age	% Retiring
55 - 60	5%
61-63	15%
64	25%
65 - 66	35%
67+	100%

- Forms of payment are as follows:

Participant Status	50% Joint & Survivor	Certain & Life Annuity with 5 Year Payout	Lifetime Annuity
Active retirements	80%	20%	0%
Future vested deferred	80%	20%	0%
Future disabilities	80%	20%	0%
Future deaths	0%	0%	100%
Current vested deferred	80%	20%	0%

The foregoing actuarial assumptions are based on the presumption that the Plan will continue. If the Plan were to terminate, different actuarial assumptions and other factors might be applicable in determining the actuarial present value of accumulated plan benefits.

The following changes in actuarial assumptions were made from the January 1, 2016 valuation to the January 1, 2017 valuation:

- * For minimum funding, the mortality table and interest segment rates were updated to MP-2016 in accordance with the requirements of IRC Section 430(h) and IRS regulations.
- * The effective interest rate and expected rate of return on Plan assets was changed from 6.00% to 6.20% to better estimate future investment experience. The ASC 960 interest rate was also changed from 6.00% to 6.20%.
- * The administrative expense assumption was set at \$120,000 for 2017 to reflect prior experience and anticipate future expenses to be paid from the trust.

Going Concern

In the Company's Quarterly Report filed on Form 10-Q for the quarter ended June 30, 2018 the Company disclosed that there is substantial doubt regarding the Company's ability to continue as a going concern. The Plan's management believe that the conditions which gave rise to this substantial doubt regarding the Company's ability to continue as a going concern do not impact the Plan's ability to continue as a going concern. However, if the financial circumstances disclosed in the Company's Quarterly Report filed on Form 10-Q for the quarter ended June 30, 2018 continue, they may negatively impact the Company's ability to meet its legal obligations to the Plan in plan years 2018 and later.

2. Fair Value Accounting

Generally accepted accounting principles require disclosure about how fair value is determined and establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are described below:

- Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.
- Level 2: Inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.
- Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in methodologies used at December 31, 2017 and 2016.

Guaranteed deposit fund: Valued using a method that approximates the market value of underlying investments by discounting expected future investment cash flow from both investment income and repayment of principal for each investment purchased.

Withdrawals from the guaranteed deposit fund are restricted during a calendar year to up to 10% of the value of the amounts held in the guaranteed deposit fund as of the beginning of that calendar year plus the sum of new allocations and transfers made to the fund during the year.

Registered investment companies: Valued at the net asset value of shares held by the Plan at year-end based on the quoted price in an active market.

Pooled separate accounts: Valued as a practical expedient at the net asset value of units held by the Plan at year-end based on the quoted market prices of the securities underlying the investments. There are no unfunded commitments, and the units may be redeemed on a daily basis.

The preceding methods may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Plan believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date. There were no changes to the valuation techniques used during the period.

The following table sets forth the fair value of the Plan's investment assets by level within the fair value hierarchy as of December 31, 2017:

Description	Level 1	Level 2	Total
Investments measured at fair value			
Guaranteed deposit fund	\$ —	\$ 7,659,436	\$ 7,659,436
Registered investment companies	2,655,617	—	2,655,617
Total of investments at fair value	\$ 2,655,617	\$ 7,659,436	\$ 10,315,053
Investments measured at net asset value*			
Pooled separate accounts			\$ 90,108,798
Total fair value of investments held			\$ 100,423,851

* Total investments measured at net asset value have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation to fair value of total investments held.

The following table sets forth the fair value of the Plan's investment assets by level within the fair value hierarchy as of December 31, 2016:

Description	Level 1	Level 2	Total
Investments measured at fair value			
Guaranteed deposit fund	\$ —	\$ 8,695,413	\$ 8,695,413
Registered investment companies	2,380,017	—	2,380,017
Total of investments at fair value	\$ 2,380,017	\$ 8,695,413	\$ 11,075,430
Investments measured at net asset value*			
Pooled separate accounts			\$ 83,001,018
Total fair value of investments held			\$ 94,076,448

* Total investments measured at net asset value have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation to fair value of total investments held.

3. Certification of Investments

Prudential Retirement and Northern Trust Company have certified in writing to the Plan administrator that the stated amounts for investments at fair value as of December 31, 2017 and 2016 and the income earned or losses incurred on the investments for the years ended December 31, 2017 and 2016, as reflected in the accompanying financial statements and the supplemental schedules, are complete and accurate.

The Plan administrator has elected the method of compliance as permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Accordingly, as permitted under such election, the Plan administrator instructed the Plan's auditors not to perform any auditing procedures with respect to the investment information certified by the trustees, except for comparing the information contained therein to information included in the financial statements and the supplemental schedules.

4. Income Taxes

The Plan has received a tax determination letter dated December 5, 2017 from the IRS covering changes made to comply with ERISA and indicating that the Plan qualifies under the provisions of Section 401(a) of the Code and is exempt from federal income taxes.

The Plan administrator and the Plan's tax counsel believe that the Plan is designed and is currently being operated in compliance with the applicable requirements of the Code. Therefore, no provision for income taxes has been included in the accompanying financial statements.

Generally accepted accounting principles require Plan management to evaluate tax positions taken by the Plan and recognize a tax liability if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. The Plan administrator has analyzed the tax positions taken by the Plan and has concluded that, as of December 31, 2017 and

2016, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

5. Administration of the Plan

The Company provides, at no cost to the Plan, certain administrative, accounting, and legal services to the Plan and also pays the cost of certain outside services for the Plan.

6. Related Party and Party-in-Interest Transactions

Plan investments include pooled separate accounts and a guaranteed deposit fund managed by Prudential Retirement. Prudential Retirement was and is the custodian and trustee of the Plan from February 1, 2016 through the period ended December 31, 2016 as well as for the year ended December 31, 2017. These transactions qualify as party-in-interest but are exempt from prohibited transaction regulations.

Northern Trust Company was the Plan's trustee until May 23, 2016 when all transactions to transfer Plan assets to Prudential Retirement were completed. During the first part of 2016 while Northern Trust Company acted as the trustee, certain investments were shares of collective investment funds, which were managed by an affiliate of the Northern Trust Company. These transactions qualified as party-in-interest transactions, as defined by ERISA. However, such transactions were permitted under the provisions of the Plan and were exempt from the prohibition of party-in-interest transactions under ERISA.

7. Plan Termination

Although it has not expressed any intent to do so, the Company has the right under the Plan to terminate the Plan subject to the provisions of ERISA. If the Plan is terminated for any reason, the net assets of the Plan would be allocated, as prescribed by ERISA and its regulations, generally to provide the following benefits in the order indicated:

- Annuity benefits that former employees or their beneficiaries have been receiving for at least three years or that employees eligible to retire for the three-year period would have been receiving if they had retired with benefits in the normal form of annuity under the Plan. The priority amount is limited to the lowest benefit that was payable (or would have been payable) during those three years. The amount is further limited to the lowest benefit that would be payable under Plan provisions in effect at any time during the five years preceding Plan termination;
- Other vested benefits insured by the Pension Benefit Guaranty Corporation ("PBGC"), a U.S. government agency, up to the applicable limitations (discussed below);
- All other vested benefits not insured by the PBGC; or
- All non-vested benefits.

Certain benefits under the Plan are insured by the PBGC if the Plan terminates. Generally, the PBGC guarantees most vested normal age retirement benefits, early retirement benefits, and certain disability and survivors' pensions. However, the PBGC does not guarantee all types of benefits under the Plan, and the amount of benefit protection is subject to certain limitations. Vested benefits under the Plan are guaranteed at the level in effect on the date of the Plan's termination.

Whether all participants receive their benefits should the Plan terminate at some future time will depend on the sufficiency, at that time, of the Plan's net assets to provide for accumulated benefit obligations and may also depend on the financial condition of the Plan sponsor and the level of benefits guaranteed by the PBGC.

8. Subsequent Events

The Navajo Mine Retirement Plan began merging with the Westmoreland Retirement Plan effective January 1, 2018. The Company has evaluated subsequent events related to the Plan through the auditors' report date, which is the date the financial statements were available for issuance, and determined there were no other subsequent events requiring disclosure.

NAVAJO MINE RETIREMENT PLAN**Schedule 1****Schedule H, Part IV, Line 4i - Schedule of Assets (Held at End of Year)**

EIN: 94-2557286

Plan #001

December 31, 2017

(a)	(b) Identity of Issuer, Borrower, Lessor, or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	(d) Cost	(e) Current Value
	Pooled separate accounts:			
*	Prudential Retirement	QMA U.S. Broad Market Index Fund	\$ 11,717,913	\$ 16,131,685
*	Prudential Retirement	Pru Long Corporate Bond Fund	31,516,612	35,826,405
*	Prudential Retirement	Long Duration Bond/IR&M Fund	33,873,516	35,540,605
*	Prudential Retirement	Intl Bld/Pictet Asset Management Fund	1,941,616	2,610,103
	Registered investment companies			
	American Funds	American Europacific Growth Fund	2,001,114	2,655,617
	Guaranteed deposit fund			
*	Prudential Retirement	Guaranteed Deposit Fund	7,659,436	7,659,436
	Total investments		<u>\$ 88,710,207</u>	<u>\$100,423,851</u>

* Denotes party-in-interest.

NAVAJO MINE RETIREMENT PLAN**Schedule 2****Schedule H, Part IV, Line 4j - Schedule of Reportable Transactions**

EIN: 94-2557286

Plan #001

Year ended December 31, 2017

(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
Identity of Party Involved	Description of Asset	Purchase Price	Selling Price	Lease Rental	Expense Incurred with Transaction	Cost of Asset Purchase / (Sales)	Current Value of Asset on Transaction Date Purchase / (Sales)	Net Gain or (Loss)
Individual transactions in excess of 5% of net assets available as of the beginning of the Plan year: None								
Series of non-securities transactions in excess of 5% of plan assets: None								
Series of securities transactions in excess of 5% of plan assets:								
Prudential Retirement	Guaranteed Deposit Fund	4,139,845	—	—	—	4,139,845	4,139,845	—
Prudential Retirement	Guaranteed Deposit Fund	—	5,307,382	—	—	5,307,382	5,307,382	—
Securities transactions related to individual transactions in excess of 5% of plan assets: None								



NAVAJO MINE RETIREMENT PLAN

**Financial Statements
and
Independent Auditor's Report
December 31, 2017 and 2016**

NAVAJO MINE RETIREMENT PLAN

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INDEPENDENT AUDITORS' REPORT

Westmoreland Retirement Benefits Administrative Committee
Navajo Mine Retirement Plan
Englewood, Colorado

REPORT ON FINANCIAL STATEMENTS

We were engaged to audit the accompanying financial statements of Navajo Mine Retirement Plan (the "Plan"), which are comprised of the statements of net assets available for benefits as of December 31, 2017 and 2016, and the related statement of changes in net assets available for benefits for the year ended December 31, 2017, the statement of accumulated plan benefits as of January 1, 2017, the related statement of changes in accumulated plan benefits for the year ended January 1, 2017, and the related notes to the financial statements.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express an opinion on these financial statements based on conducting the audits in accordance with auditing standards generally accepted in the United States of America. Because of the matter described in the Basis for Disclaimer of Opinion paragraph, however, we were not able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion.

BASIS FOR DISCLAIMER OF OPINION

As permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974, the Plan administrator instructed us not to perform, and we did not perform, any auditing procedures with respect to the information summarized in Note 3, which was certified by Prudential Retirement Insurance and Annuity Company, the trustee of the Plan, except for comparing such information with the related information included in the financial statements and supplemental schedules. We have been informed by the Plan administrator that the trustee holds the Plan's investment assets and executes investment transactions. The Plan administrator has obtained a certification from the trustee as of December 31, 2017 and 2016, and for the year ended December 31, 2017, that the information provided to the Plan administrator by the trustee is complete and accurate.

DISCLAIMER OF OPINION

Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we have not been able to obtain sufficient appropriate audit evidence to provide a basis for an audit opinion. Accordingly, we do not express an opinion on these financial statements.

EMPHASIS OF OTHER MATTERS

The accompanying financial statements have been prepared assuming that the Plan sponsor will continue as a going concern. As discussed in Note 1(b) to the financial statements, the Plan sponsor has disclosed in Form 10-Q for the quarter ended June 30, 2018 that there is substantial doubt about its ability to continue as a going concern. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

OTHER MATTERS

Supplemental Schedules

The supplemental schedules as of and for the year ended December 31, 2017, are required by the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974 and are presented for the purpose of additional analysis and are not a required part of the financial statements. Because of the significance of the matter described in the Basis for Disclaimer of Opinion paragraph, we do not express an opinion on these supplemental schedules.

REPORT ON FORM AND CONTENT IN COMPLIANCE WITH THE DEPARTMENT OF LABOR'S RULES AND REGULATIONS

The form and content of the information included in the financial statements and supplemental schedules, other than that derived from the information certified by the trustee, have been audited by us in accordance with auditing standards generally accepted in the United States of America and, in our opinion, are presented in compliance with the Department of Labor's Rules and Regulations for Reporting and Disclosure under the Employee Retirement Income Security Act of 1974.

EKS+H LLP
EKS&H LLP

Denver, Colorado
October 5, 2018

NAVAJO MINE RETIREMENT PLAN**STATEMENTS OF NET ASSETS
AVAILABLE FOR BENEFITS**

	December 31,	
	2017	2016
Assets		
Investments, at fair value		
Pooled separate accounts	\$ 90,108,798	\$ 83,001,018
Registered investment companies	2,655,617	2,380,017
Guaranteed deposit fund	7,659,436	8,695,413
Total investments, at fair value	100,423,851	94,076,448
Net assets available for benefits	<u>\$ 100,423,851</u>	<u>\$ 94,076,448</u>

See accompanying Notes to Financial Statements.

NAVAJO MINE RETIREMENT PLAN

STATEMENTS OF CHANGES IN NET ASSETS AVAILABLE FOR BENEFITS

	For the Years Ended	
	December 31,	
	2017	2016
Investment income (loss)		
Net appreciation (depreciation) in fair value of investments	\$ 8,530,163	\$ (350,517)
Interest and dividend income	3,044,777	2,787,720
Total investment income	11,574,940	2,437,203
Deductions from net assets		
Benefits paid to participants	5,061,840	4,963,186
Administrative expenses	165,697	463,722
Total deductions from net assets	5,227,537	5,426,908
Net increase (decrease) in net assets available for benefits	6,347,403	(2,989,705)
Transfer out (Note 1)	—	(19,146,339)
Net assets available for benefits		
Beginning of year	94,076,448	116,212,492
End of year	<u>\$ 100,423,851</u>	<u>\$ 94,076,448</u>

See accompanying Notes to Financial Statements.

NAVAJO MINE RETIREMENT PLAN**STATEMENT OF ACCUMULATED PLAN BENEFITS**
January 1, 2017

Actuarial present value of accumulated plan benefits	
Vested benefits	
Active participants	\$ 7,394,205
Retired participants and beneficiaries	61,145,724
Total vested benefits	<u>68,539,929</u>
Non-vested benefits	102,992
Total actuarial present value of accumulated plan benefits	<u><u>\$ 68,642,921</u></u>

NAVAJO MINE RETIREMENT PLAN**STATEMENT OF CHANGES IN ACCUMULATED PLAN BENEFITS
For the Year Ended January 1, 2017**

Actuarial present value of accumulated plan benefits at beginning of year	<u>\$ 93,337,236</u>
Increase (decrease) during the year attributable to:	
Benefits paid	(4,541,207)
Benefits accumulated and actuarial gain	(24,287,289)
Interest	5,465,982
Change in actuarial assumptions	(1,331,801)
Net decrease	<u>(24,694,315)</u>
Actuarial present value of accumulated plan benefits at end of year	<u><u>\$ 68,642,921</u></u>

NAVAJO MINE RETIREMENT PLAN

Notes to Financial Statements

1. Description of the Plan and Significant Accounting Policies

The following description of Navajo Mine Retirement Plan (the "Plan" or "NMRP") provides only general information. Participants and all others should refer to the Plan document for a more complete description of the Plan's provisions.

General

The Plan was established effective June 1, 1964 (subsequently amended and restated) and is a defined benefit plan covering all eligible employees of the Navajo Mine (as formerly referenced by previous owner BHP Billiton New Mexico Coal ("BHP"), newly referred to as the "San Juan Mine") which includes company mines in the Navajo Indian Reservation and throughout San Juan County, New Mexico which were originally covered by the agreement between Broken Hill Proprietary (USA) Inc. and the International Union of Operating Engineers, Local No. 953. Effective January 31, 2016, Westmoreland Coal Company's ("WCC") wholly owned subsidiary San Juan Coal Company ("SJCC" or the "Company"), acquired the Plan as a result of the acquisition of the San Juan Mine from BHP. The Company amended the Plan as of this date to reflect SJCC as the Plan sponsor and split the Plan into the following two plans:

- NMRP consisting of all San Juan Mine employees and all inactive participants (except for 5 current BHP Billiton employees that had a terminated vested benefit in the NMRP which were spun into NMC) (defined below).
- NMC Retirement Plan ("NMC") belonging to BHP and consisting of employees that had been in NMRP until January 31, 2016 who are not San Juan Mine employees. The NMRP transferred \$19.1 million during 2016 to the NMC plan for assets that pertained to BHP's employees.

The Westmoreland Coal Company Retirement Committee administers the NMRP and manages the Plan's assets on behalf of SJCC. Prudential Retirement Insurance and Annuity Company ("Prudential Retirement") is the Plan's custodian, trustee, and maintains the Plan's records. As the Plan was split on January 31, 2016, Northern Trust Company was the custodian, trustee and maintained the Plan's records from January 1, 2016 until May 23, 2016 when all transactions to transfer Plan assets amongst trustees were completed. BHP used the professional services firm Mercer's U.S. Valuations Group ("Mercer") for actuarial valuation of the Plan. Mercer's actuarial assumptions as of January 1, 2016 are used in these financial statements for the year ended December 31, 2016. Prudential Retirement's actuarial assumptions as of January 1, 2017 are used in these financial statements for the year ended December 31, 2017.

Pension Benefits and Vesting Provisions

A participant who retires on or after February 1, 2002 and has attained age 65 is entitled to receive a monthly benefit ("Normal Retirement Benefit") equal to \$40.00 multiplied by the participant's years of credited service prior to February 1, 2002, plus \$36.00 multiplied by the participant's years of service on or after February 1, 2002. Effective February 1, 2004, the past service multiplier for eligible participants employed in surface operations increased from \$40.00 to \$42.00 for periods of service prior to February 1, 2002, and effective February 1, 2007, the past service multiplier increased to \$44.00. One year of credited service is earned for each year in which at least 1,600 hours are worked. Partial years of credited service can also be earned for years in which less than 1,600 hours are worked. Effective April 30, 2006, the Plan was closed to new entrants.

An eligible participant who retires on or after he or she attains age 55 and completes five years of service is entitled to receive a monthly benefit ("Early Retirement Benefit") equal to the participant's Normal Retirement Benefit, reduced by 0.5% for each month the participant is younger than age 60 on the date the Early Retirement Benefit is to commence. An early retirement supplement is available for participants who retire after attaining age 55 when their age plus years of service total at least 85. The early retirement supplement is \$300.00 per month payable until age 62 or death, if earlier.

The surviving spouse of a participant entitled to a benefit that has not commenced at the date of the participant's death is entitled to a survivor benefit. The amount of the survivor benefit is paid at 50% of member's pension benefit to surviving spouse for life or 60 times member's monthly pension benefit to non-spousal beneficiaries over a 60 month period. Additional death benefits are available in the case of deaths resulting from mine accidents. Benefits are recorded when paid on a cash basis of accounting.

Disability Benefits

Certain disability benefits, as defined in the Plan, are available for eligible participants.

Payment of Benefits

If a participant is married when benefits commence, the participant's benefits will be paid in the form of an individual life and 50% spouse's benefit, as defined in the Plan. If a participant is not married on the annuity starting date, the participant's benefits will be paid in the form of a five year certain and life benefit, as defined in the Plan.

Administrative Expenses

Certain expenses of maintaining the Plan are paid directly by the Company and are excluded from these financial statements. Fees incurred and paid directly (or through appreciation) by the Plan for administrative services were \$165,697 and \$463,722, for the years ended December 31, 2017 and 2016, respectively.

Funding Policy

The Company contributes such amounts as are necessary, based on actuarial calculations and as required by ERISA (defined below), to provide the Plan with assets sufficient to meet the benefits to be paid to Plan participants and their beneficiaries. The contributions to the Plan are subject to the limitations of maximum tax deductible contributions and minimum required contributions determined by the actuary and the funding policy adopted by the Company. The Company was not required to make any minimum funding contributions as required by the Employee Retirement Income Security Act of 1974 ("ERISA") and the Internal Revenue Code ("IRC") to the Plan for the years ended December 31, 2017 and 2016, and, accordingly, no contributions were made to the Plan for the years then ended.

The yield (interest, dividends, and net realized and unrealized gains and losses) on Plan investments in excess of amounts established in the actuarial assumptions, plus any gains resulting from forfeiture of non-vested benefits, serve to reduce future contributions that would otherwise be required to provide the defined level of benefits under the Plan.

Basis of Accounting

The accompanying financial statements are prepared on the accrual basis of accounting in accordance with accounting principles generally accepted in the United States of America ("U.S. GAAP").

Use of Estimates

The preparation of financial statements in conformity with U.S. GAAP requires management to make estimates and assumptions that affect the reported amounts of net assets available for benefits and changes therein, disclosure of contingent assets and liabilities, and the actuarial present value of accumulated plan benefits at the date of the financial statements. Actual results could differ from those estimates.

Risks, Uncertainties and Concentrations

The Plan provides for various investments that, in general, are exposed to various risks, such as interest rate, credit, and overall market volatility risks. Due to the level of risk associated with certain investments, it is reasonably possible that changes in the value of investments will occur in the near term and that such changes could materially affect participants' account balances and the amounts reported in the Statements of Net Assets Available for Benefits.

Plan contributions are made and the actuarial value of accumulated plan benefits is reported based on certain assumptions pertaining to interest rates, inflation rates, and employee demographics, all of which are subject to change. Due to uncertainties inherent in the estimation and assumption process, it is at least reasonably possible that changes in these estimates and assumptions in the near term would have a material impact on Plan contributions and the financial statements.

Additionally, some investments held by the Plan are invested in the securities of foreign companies, which involve special risks and considerations not typically associated with investing in U.S. companies. These risks include devaluation of currencies, less reliable information about issuers, different securities transaction clearance and settlement practices, and possible adverse political and economic developments. Moreover, securities of many foreign companies and their markets may be less liquid and their prices more volatile than those of securities of comparable U.S. companies.

During the years ended December 31, 2017 and 2016, there were three investments that accounted for 87% and 86% of total investments, respectively.

Investment Valuation and Income Recognition

The Plan's investments are recorded at fair value as reported to the Plan by the trustee. Fair value is the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. See Note 2 for a discussion of fair value measurements.

The net appreciation in fair value of investments is reflected in the accompanying Statements of Changes in Net Assets Available for Benefits and is determined as the difference between fair value at the beginning of the year (or date purchased if during the year) and selling price (if sold during the year) or year-end fair value. Purchases and sales of investments are recorded on a trade-date basis. Interest income is recognized on the accrual basis. Dividends are recognized on the ex-dividend date.

Actuarial Present Value of Accumulated Plan Benefits

Accumulated plan benefits are those future periodic payments that are attributable under the Plan's provisions to the service employees have rendered. Accumulated plan benefits include benefits expected to be paid to (a) retired or terminated employees or their beneficiaries, (b) beneficiaries of employees who have died, and (c) present employees or their beneficiaries. Benefits payable under all circumstances - retirement, death, disability, and termination of employment - are included, to the extent they are deemed attributable to employee service rendered prior to the valuation date.

The actuarial present value of accumulated plan benefits is determined by the Plan's independent actuary and is the amount that results from applying actuarial assumptions to the accumulated plan benefits to reflect the time value of money (through discounts and for interest) and the probability of the payment (by means of decrements such as death, disability, withdrawal, or retirement) between the valuation date and the expected date of payment. Actuarial assumptions for the Plan are made as of the beginning of the Plan year. The Statement of Accumulated Plan Benefits and the Statement of Changes in Accumulated Plan Benefits were prepared as of January 1, 2017 and for the year then ended. Had the reports been prepared as of and for the year ended December 31, 2016, no material changes would have been necessary. The significant actuarial assumptions used in the valuations as of January 1, 2017 by the actuarial company, Prudential Retirement, are as follows:

- For Accounting Standards Codification ("ASC") Topic 960, the effective interest rate and expected rate of return were 6.20%
- Life expectancy of participants was obtained from the RP-2014 mortality tables separately for employees and retirees and males and females, with blue collar adjustment and MP-2016 generalization mortality improvement scale
- Expected administrative expenses to be paid from Plan assets are \$120,000 per annum
- 80% of participants are assumed to be married at death and husbands are assumed to be three years older than their wives
- Disability incident rate is assumed to be 82% of the 1985 Disability Study Class 4 rates for males and females in accordance with the following sample rates:

Age	Disability Percentage Rate	
	Male	Female
25	0.21%	0.15%
30	0.30%	0.25%
35	0.42%	0.38%
40	0.57%	0.52%
45	0.77%	0.72%
50	1.11%	1.09%
55	1.88%	1.74%
60+	2.82%	2.03%

- Termination rate is assumed to be 50% of the 2003 SOA study age only table in accordance with the following sample rates:

Age	Termination Percentage Rate
	Male and Female
20	8.7%
25	9.3%
30	6.1%
35	4.4%
40	3.5%
45	3.1%
50	2.8%
55	1.5%
60	1.1%
65	1.3%
70	2.0%

- Participants are assumed to retire based on rates of retirement varying by age:

Age	% Retiring
55 - 60	5%
61-63	15%
64	25%
65 - 66	35%
67+	100%

- Forms of payment are as follows:

Participant Status	50% Joint & Survivor	Certain & Life Annuity with 5 Year Payout	Lifetime Annuity
Active retirements	80%	20%	0%
Future vested deferred	80%	20%	0%
Future disabilities	80%	20%	0%
Future deaths	0%	0%	100%
Current vested deferred	80%	20%	0%

The foregoing actuarial assumptions are based on the presumption that the Plan will continue. If the Plan were to terminate, different actuarial assumptions and other factors might be applicable in determining the actuarial present value of accumulated plan benefits.

The following changes in actuarial assumptions were made from the January 1, 2016 valuation to the January 1, 2017 valuation:

- * For minimum funding, the mortality table and interest segment rates were updated to MP-2016 in accordance with the requirements of IRC Section 430(h) and IRS regulations.
- * The effective interest rate and expected rate of return on Plan assets was changed from 6.00% to 6.20% to better estimate future investment experience. The ASC 960 interest rate was also changed from 6.00% to 6.20%.
- * The administrative expense assumption was set at \$120,000 for 2017 to reflect prior experience and anticipate future expenses to be paid from the trust.

Going Concern

In the Company's Quarterly Report filed on Form 10-Q for the quarter ended June 30, 2018 the Company disclosed that there is substantial doubt regarding the Company's ability to continue as a going concern. The Plan's management believe that the conditions which gave rise to this substantial doubt regarding the Company's ability to continue as a going concern do not impact the Plan's ability to continue as a going concern. However, if the financial circumstances disclosed in the Company's Quarterly Report filed on Form 10-Q for the quarter ended June 30, 2018 continue, they may negatively impact the Company's ability to meet its legal obligations to the Plan in plan years 2018 and later.

2. Fair Value Accounting

Generally accepted accounting principles require disclosure about how fair value is determined and establish a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of the fair value hierarchy are described below:

- Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets.
- Level 2: Inputs to the valuation methodology include quoted prices for similar assets and liabilities in active markets and inputs that are observable for the asset or liability, either directly or indirectly, for substantially the full term of the financial instrument.
- Level 3: Inputs to the valuation methodology are unobservable and significant to the fair value measurement.

A financial instrument's level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in methodologies used at December 31, 2017 and 2016.

Guaranteed deposit fund: Valued using a method that approximates the market value of underlying investments by discounting expected future investment cash flow from both investment income and repayment of principal for each investment purchased.

Withdrawals from the guaranteed deposit fund are restricted during a calendar year to up to 10% of the value of the amounts held in the guaranteed deposit fund as of the beginning of that calendar year plus the sum of new allocations and transfers made to the fund during the year.

Registered investment companies: Valued at the net asset value of shares held by the Plan at year-end based on the quoted price in an active market.

Pooled separate accounts: Valued as a practical expedient at the net asset value of units held by the Plan at year-end based on the quoted market prices of the securities underlying the investments. There are no unfunded commitments, and the units may be redeemed on a daily basis.

The preceding methods may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although the Plan believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date. There were no changes to the valuation techniques used during the period.

The following table sets forth the fair value of the Plan's investment assets by level within the fair value hierarchy as of December 31, 2017:

Description	Level 1	Level 2	Total
Investments measured at fair value			
Guaranteed deposit fund	\$ —	\$ 7,659,436	\$ 7,659,436
Registered investment companies	2,655,617	—	2,655,617
Total of investments at fair value	\$ 2,655,617	\$ 7,659,436	\$ 10,315,053
Investments measured at net asset value*			
Pooled separate accounts			\$ 90,108,798
Total fair value of investments held			\$ 100,423,851

* Total investments measured at net asset value have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation to fair value of total investments held.

The following table sets forth the fair value of the Plan's investment assets by level within the fair value hierarchy as of December 31, 2016:

Description	Level 1	Level 2	Total
Investments measured at fair value			
Guaranteed deposit fund	\$ —	\$ 8,695,413	\$ 8,695,413
Registered investment companies	2,380,017	—	2,380,017
Total of investments at fair value	\$ 2,380,017	\$ 8,695,413	\$ 11,075,430
Investments measured at net asset value*			
Pooled separate accounts			\$ 83,001,018
Total fair value of investments held			\$ 94,076,448

* Total investments measured at net asset value have not been classified in the fair value hierarchy. The fair value amounts presented in this table are intended to permit reconciliation to fair value of total investments held.

3. Certification of Investments

Prudential Retirement and Northern Trust Company have certified in writing to the Plan administrator that the stated amounts for investments at fair value as of December 31, 2017 and 2016 and the income earned or losses incurred on the investments for the years ended December 31, 2017 and 2016, as reflected in the accompanying financial statements and the supplemental schedules, are complete and accurate.

The Plan administrator has elected the method of compliance as permitted by 29 CFR 2520.103-8 of the Department of Labor's Rules and Regulations for Reporting and Disclosure under ERISA. Accordingly, as permitted under such election, the Plan administrator instructed the Plan's auditors not to perform any auditing procedures with respect to the investment information certified by the trustees, except for comparing the information contained therein to information included in the financial statements and the supplemental schedules.

4. Income Taxes

The Plan has received a tax determination letter dated December 5, 2017 from the IRS covering changes made to comply with ERISA and indicating that the Plan qualifies under the provisions of Section 401(a) of the Code and is exempt from federal income taxes.

The Plan administrator and the Plan's tax counsel believe that the Plan is designed and is currently being operated in compliance with the applicable requirements of the Code. Therefore, no provision for income taxes has been included in the accompanying financial statements.

Generally accepted accounting principles require Plan management to evaluate tax positions taken by the Plan and recognize a tax liability if the Plan has taken an uncertain position that more likely than not would not be sustained upon examination by the IRS. The Plan administrator has analyzed the tax positions taken by the Plan and has concluded that, as of December 31, 2017 and

2016, there are no uncertain positions taken or expected to be taken that would require recognition of a liability or disclosure in the financial statements. The Plan is subject to routine audits by taxing jurisdictions; however, there are currently no audits for any tax periods in progress.

5. Administration of the Plan

The Company provides, at no cost to the Plan, certain administrative, accounting, and legal services to the Plan and also pays the cost of certain outside services for the Plan.

6. Related Party and Party-in-Interest Transactions

Plan investments include pooled separate accounts and a guaranteed deposit fund managed by Prudential Retirement. Prudential Retirement was and is the custodian and trustee of the Plan from February 1, 2016 through the period ended December 31, 2016 as well as for the year ended December 31, 2017. These transactions qualify as party-in-interest but are exempt from prohibited transaction regulations.

Northern Trust Company was the Plan's trustee until May 23, 2016 when all transactions to transfer Plan assets to Prudential Retirement were completed. During the first part of 2016 while Northern Trust Company acted as the trustee, certain investments were shares of collective investment funds, which were managed by an affiliate of the Northern Trust Company. These transactions qualified as party-in-interest transactions, as defined by ERISA. However, such transactions were permitted under the provisions of the Plan and were exempt from the prohibition of party-in-interest transactions under ERISA.

7. Plan Termination

Although it has not expressed any intent to do so, the Company has the right under the Plan to terminate the Plan subject to the provisions of ERISA. If the Plan is terminated for any reason, the net assets of the Plan would be allocated, as prescribed by ERISA and its regulations, generally to provide the following benefits in the order indicated:

- Annuity benefits that former employees or their beneficiaries have been receiving for at least three years or that employees eligible to retire for the three-year period would have been receiving if they had retired with benefits in the normal form of annuity under the Plan. The priority amount is limited to the lowest benefit that was payable (or would have been payable) during those three years. The amount is further limited to the lowest benefit that would be payable under Plan provisions in effect at any time during the five years preceding Plan termination;
- Other vested benefits insured by the Pension Benefit Guaranty Corporation ("PBGC"), a U.S. government agency, up to the applicable limitations (discussed below);
- All other vested benefits not insured by the PBGC; or
- All non-vested benefits.

Certain benefits under the Plan are insured by the PBGC if the Plan terminates. Generally, the PBGC guarantees most vested normal age retirement benefits, early retirement benefits, and certain disability and survivors' pensions. However, the PBGC does not guarantee all types of benefits under the Plan, and the amount of benefit protection is subject to certain limitations. Vested benefits under the Plan are guaranteed at the level in effect on the date of the Plan's termination.

Whether all participants receive their benefits should the Plan terminate at some future time will depend on the sufficiency, at that time, of the Plan's net assets to provide for accumulated benefit obligations and may also depend on the financial condition of the Plan sponsor and the level of benefits guaranteed by the PBGC.

8. Subsequent Events

The Navajo Mine Retirement Plan began merging with the Westmoreland Retirement Plan effective January 1, 2018. The Company has evaluated subsequent events related to the Plan through the auditors' report date, which is the date the financial statements were available for issuance, and determined there were no other subsequent events requiring disclosure.

NAVAJO MINE RETIREMENT PLAN**Schedule 1****Schedule H, Part IV, Line 4i - Schedule of Assets (Held at End of Year)**

EIN: 94-2557286

Plan #001

December 31, 2017

(a)	(b) Identity of Issuer, Borrower, Lessor, or Similar Party	(c) Description of Investment, Including Maturity Date, Rate of Interest, Collateral, Par, or Maturity Value	(d) Cost	(e) Current Value
	Pooled separate accounts:			
*	Prudential Retirement	QMA U.S. Broad Market Index Fund	\$ 11,717,913	\$ 16,131,685
*	Prudential Retirement	Pru Long Corporate Bond Fund	31,516,612	35,826,405
*	Prudential Retirement	Long Duration Bond/IR&M Fund	33,873,516	35,540,605
*	Prudential Retirement	Intl Bld/Pictet Asset Management Fund	1,941,616	2,610,103
	Registered investment companies			
	American Funds	American Europacific Growth Fund	2,001,114	2,655,617
	Guaranteed deposit fund			
*	Prudential Retirement	Guaranteed Deposit Fund	7,659,436	7,659,436
	Total investments		<u>\$ 88,710,207</u>	<u>\$100,423,851</u>

* Denotes party-in-interest.

NAVAJO MINE RETIREMENT PLAN

Schedule 2

Schedule H, Part IV, Line 4j - Schedule of Reportable Transactions

EIN: 94-2557286

Plan #001

Year ended December 31, 2017

(a)	(b)	(c)	(d)	(e)	(f)	(g)	(h)	(i)
Identity of Party Involved	Description of Asset	Purchase Price	Selling Price	Lease Rental	Expense Incurred with Transaction	Cost of Asset Purchase / (Sales)	Current Value of Asset on Transaction Date Purchase / (Sales)	Net Gain or (Loss)
Individual transactions in excess of 5% of net assets available as of the beginning of the Plan year: None								
Series of non-securities transactions in excess of 5% of plan assets: None								
Series of securities transactions in excess of 5% of plan assets:								
Prudential Retirement	Guaranteed Deposit Fund	4,139,845	—	—	—	4,139,845	4,139,845	—
Prudential Retirement	Guaranteed Deposit Fund	—	5,307,382	—	—	5,307,382	5,307,382	—
Securities transactions related to individual transactions in excess of 5% of plan assets: None								