

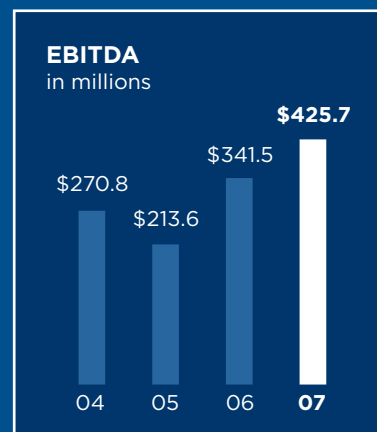
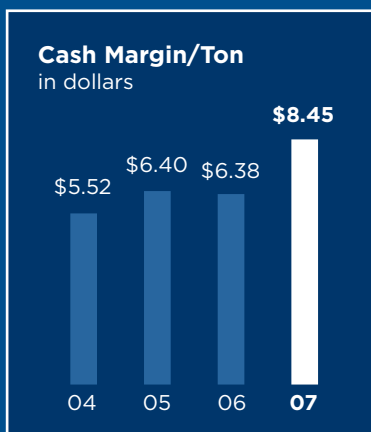
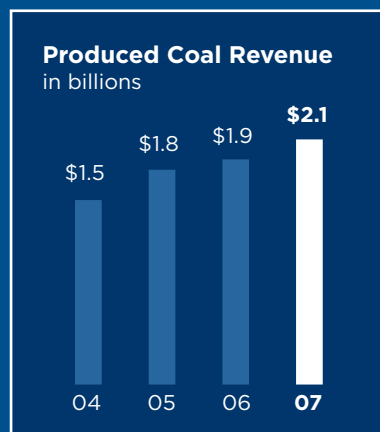


MEET THE ENERGY BEHIND MASSEY ENERGY

FINANCIAL HIGHLIGHTS

(In millions, except per share, per ton and number of employees amounts)	Year Ended December 31,				
	2007	2006	2005	2004	2003
Consolidated Statement of Income Data					
Produced coal revenue	\$ 2,054.4	\$ 1,902.3	\$ 1,777.7	\$ 1,456.7	\$ 1,262.1
Total revenue	2,413.5	2,219.9	2,204.3	1,766.6	1,571.4
Income (Loss) before interest and income taxes	179.7	111.0	(20.9)	46.2	(17.5)
Income (Loss) before cumulative effect of accounting change	94.1	41.6	(101.6)	13.9	(32.3)
Net income (loss)	94.1	41.0	(101.6)	13.9	(40.2)
Income (Loss) per share - Basic					
Income (Loss) before cumulative effect of accounting change	\$ 1.17	\$ 0.51	\$ (1.33)	\$ 0.18	\$ (0.43)
Net income (loss)	\$ 1.17	\$ 0.50	\$ (1.33)	\$ 0.18	\$ (0.54)
Income (Loss) per share - Diluted					
Income (Loss) before cumulative effect of accounting change	\$ 1.17	\$ 0.51	\$ (1.33)	\$ 0.18	\$ (0.43)
Net income (loss)	\$ 1.17	\$ 0.50	\$ (1.33)	\$ 0.18	\$ (0.54)
Dividends declared per share	\$ 0.17	\$ 0.16	\$ 0.16	\$ 0.16	\$ 0.16
Consolidated Balance Sheet Data					
Working capital	\$ 522.6	\$ 445.2	\$ 670.8	\$ 458.4	\$ 443.2
Total assets	2,860.7	2,740.7	2,986.5	2,650.9	2,376.7
Long-term debt	1,102.7	1,102.3	1,102.6	900.2	784.3
Shareholders' equity	784.0	697.3	841.0	776.9	759.0
Other Data					
EBIT	\$ 179.7	\$ 111.0	\$ (20.9)	\$ 46.2	\$ (17.5)
EBITDA	\$ 425.7	\$ 341.5	\$ 213.6	\$ 270.8	\$ 179.0
Average cash cost per ton sold	\$ 43.10	\$ 42.33	\$ 35.62	\$ 30.50	\$ 28.23
Produced coal revenue per ton sold	\$ 51.55	\$ 48.71	\$ 42.02	\$ 36.02	\$ 30.79
Capital expenditures	\$ 270.5	\$ 298.1	\$ 346.6	\$ 347.2	\$ 164.4
Produced tons sold	39.9	39.1	42.3	40.4	41.0
Tons produced	39.5	38.6	43.1	42.0	41.0
Number of employees	5,407	5,517	5,709	5,034	4,428

All financial data should be read in conjunction with the audited Consolidated Financial Statements and Notes to Consolidated Financial Statements included in our Annual Report on Form 10-K for the period ended December 31, 2007, filed with the Securities and Exchange Commission on February 29, 2008, provided herein.





OUR MEMBERS



We'd like to take this opportunity to express our thanks to the men and women of Massey Energy. These Massey members are our most important resource and their daily contributions drive our Company's success.

DEAR FELLOW SHAREHOLDERS:

We are pleased to provide you with this report on a very successful 2007. By many measures, we had one of the best years in our long and proud history. We set a record for EBITDA, generating nearly \$426 million. We increased our cash balance at year end by \$126 million as compared to a year ago, even after returning \$43 million to you in the form of dividends and repurchases of our common stock.

In addition to our financial success, we took a series of steps in 2007 that put us in a strong position to pursue even greater accomplishments in 2008. We expanded our overseas markets, increased our domestic coal reserves, improved our product mix and, most importantly, we launched an aggressive expansion plan that will propel us into the next decade. Our accomplishments in 2007 and our future opportunities make this a very exciting time for Massey, our members and our shareholders.

As nations around the world seek to balance economic growth, expanding energy demands and environmental responsibility, coal continues to be a vital international energy source. In the United States, coal provides both jobs and energy – without fear of disruptions, fluctuations or foreign policy entanglements. About half of the electricity that serves American homes and businesses comes from coal.

Overseas, the ever-expanding energy needs of developing countries have led to a dramatic increase in demand for coal. Massey Energy has taken advantage of rising coal prices by increasing our exports of metallurgical coal for steel production and thermal coal for electricity generation in various foreign markets. We've also taken steps to build a foundation for future international growth prospects.

In India, for example, we entered into an agreement with Essar Mineral Resources Ltd., a member of the Essar Group of India, to jointly evaluate and develop business opportunities on a project-by-project basis. Essar's desire to dramatically increase its steel production and energy generation offers obvious opportunities for Massey Energy.

We are actively pursuing customer relationships and other opportunities in South America, Asia and Europe as well.

While expanding our reach in the global marketplace, we have maintained our focus on the fundamentals. Our Company has been mining coal in Central Appalachia for more than 50 years, and we believe we have the best and most productive workforce in the industry. We are committed to the safety and well-being of the more than 5,400 Massey members who are the backbone of our Company.

We continued to be an industry leader in safety during 2007. Our safety record in terms of work days lost was 37% better than the national industry average. Our Raymond Bradbury Safety Program and our S-1 campaign – “Safety is Job One” – make safety an integral part of our Company culture. Our mine rescue teams are recognized as among the best in the mining industry. Three of our mines were honored with West Virginia Mountaineer Guardian Awards for their exemplary safety efforts.

In 2007, we helped to ensure that Massey members have a secure future by increasing our coal reserves to about 2.3 billion tons, improving our balance sheet and increasing our forward sales commitments at price levels that will generate improved profitability and increased cash flow. This combination enabled us to announce and initiate an aggressive expansion plan that will increase our annual coal production by approximately 8 million tons over the next three years. We'll do it by expanding our operations at key mines, developing several new mines and improving efficiency. This expansion will allow us to take full advantage of the strong demand and higher prices in domestic and global coal markets.



DON L. BLANKENSHIP
26-YEAR MEMBER
Chairman, Chief Executive Officer and President

Investors have responded to our efforts to strengthen the Company and prepare for the future. At the start of the year, our stock traded at less than \$22 a share. We ended the year at nearly \$36 a share. We have the capital, the resources and the market conditions to leverage our reserve base and infrastructure to the benefit of shareholders, Massey members and the communities in which we operate.

As further evidence of our commitment to Central Appalachia, we broke ground in 2007 on a new regional headquarters in Boone County, West Virginia. The new facility is centrally located to oversee our operations in West Virginia, Kentucky and southwestern Virginia. Of course, our commitment to community goes well beyond a new building. We strive to be a good neighbor in all of the communities in which we operate. We partner with local schools, sponsor holiday events for children of low-income families, donate to local fire departments and other civic endeavors, and encourage community involvement by Massey members.

We also work to protect our environment through our extensive reclamation efforts and our cooperation with environmental groups. We recycle nearly all of the water used by our processing facilities and plant about a million trees annually on reclaimed land. Another example of our environmental protection efforts occurred during the fall of 2007 when Massey members joined other volunteers in efforts to improve and protect the Coal River Nature Preserve, near Tornado, West Virginia. Massey contributed member time, equipment and tons of rock to build an access road and rock barriers to protect

the property. The Coal River group is also working with Massey Energy to help protect 200 acres of land that the Company agreed to preserve from development or mining.

In last year's report, I set forth four goals to pursue in 2007. I said we would improve our safety record, which I'm happy to report we accomplished. I pledged to strengthen our balance sheet and return value to shareholders. We certainly achieved that goal. And I said we would end the year in a stronger strategic position, and I believe we have done that. The fourth goal was to decrease cash costs. While costs increased slightly during the year, we were successful at limiting the increase to the point that still allowed us to realize solid improvement in our cash margin per ton.

The achievements in 2007 will be the foundation for our success in 2008 and beyond, and they are a tribute to the continued dedication of Massey members. Our members do the hard work required to move this Company forward and they will drive us to even greater success in 2008. As an expression of my appreciation, I would like to dedicate this year's annual report to the 5,400-plus Massey members - the men and women who are the true energy behind Massey Energy.

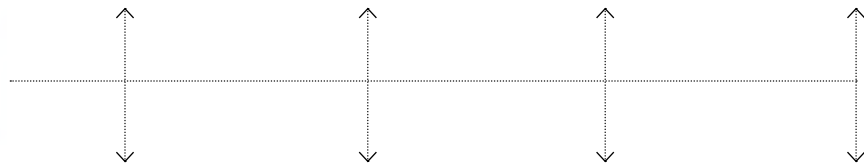
Don L. Blankenship
Chairman, Chief Executive Officer and President

IMPORTANCE OF COAL IN SOCIETY

Global demand for energy has increased nearly 70% since 1980 and is projected to increase by as much as an additional 40% in the next 20 years. Where will the additional energy come from? One very important answer is coal.

Coal is by far our most plentiful domestic source of energy, and increasing the responsible use of coal will help keep energy prices affordable, improve our energy independence and ultimately help to ensure our national security and domestic stability.

Recent government estimates indicate that coal accounts for 26% of the total global energy consumption; it is projected to increase to 28% by 2030. Coal is used to generate 43% of the world's electricity and this is projected to increase to 45% by 2030.



In the United States, 50% of all electricity is generated from coal. The Department of Energy expects this to increase to 55% by the year 2030 because the expected growth of alternative fuel sources will not be sufficient to meet increasing energy needs for at least two decades.



KEY STATISTICAL INFORMATION ABOUT COAL

50%
OF THE ELECTRICITY IN THE UNITED STATES IS GENERATED FROM COAL

ON AVERAGE, EACH PERSON IN THE UNITED STATES USES
3.8 TONS
OF COAL EACH YEAR

234
YEARS' WORTH OF PROVEN U.S. COAL RESERVES VS. 11 YEARS FOR NATURAL GAS AND 12 YEARS FOR OIL

OUR FORMULA FOR SUCCESS: S-1 + P-2 + M-3 = SHAREHOLDER VALUE

At Massey, we have built the most successful and enduring coal mining company in Central Appalachia by adhering to three key operating standards: S-1, P-2 and M-3:

S-1 SAFETY

SAFETY IS JOB ONE.
As our members safely arrive on the job each morning, our first priority is to ensure that they go safely home each night. Our continuous safety innovations are evidence of our commitment to operating safe coal mines.

+

P-2 PRODUCTIVITY

PRODUCTION STANDARDS LEAD THE INDUSTRY.
Massey promotes the application and implementation of best production practices. Extensive training and communication programs ensure that technological advancements are implemented in each of our resource groups.

+

M-3 MEASUREMENT

MEASUREMENT DATA TO INFORM COMPANY DECISIONS.
Massey's M-3 standard requires that managers receive timely, accurate measurement data related to the Company's daily operations, enabling them to make the best decisions based on the best information.

= SHAREHOLDER VALUE

This proven formula has enabled us to endure and grow in both strong and weak energy markets over many years while other Central Appalachian coal companies have been less successful or have failed. It is a hallmark of our Company and will continue to be our formula for generating long-term shareholder value.

MEMBERS

At Massey, the only things more important than our natural resources are our human resources.

SAFETY

"Safety First" is not just a slogan at Massey. It is an integral part of our daily routine.

COMMUNITY

Demonstrating appreciation for our roots and a commitment to the children who are our future.

ENVIRONMENT

Commitment to the responsible use, protection and preservation of the land, air and water in Central Appalachia.

OUR CORE FOUR: The application of our formula for success and our overall operating strategy is dependent upon four core areas of focus: our members, the safety of our operations, the communities in which we live and work, and responsible environmental care and accountability. Massey remains committed to doing the right things over the long term that will ensure the sustainability of our Company. The following pages highlight our efforts and successes in each of these areas during 2007.



BRUCE JACKSON
1-YEAR MEMBER

“There is a difference at Massey. I feel like I am working for more than my own success. There is a certain satisfaction in helping the other members and the Company as a whole to continue a tradition of success.”

GREG KESSLER
NEW MEMBER

“Stability is very important to me in my career. Massey has been the most stable of all the coal companies in Central Appalachia for the better part of the last century. As a new member, I like the fact that we have vast reserves and the capital to continue mining well into the new century.”

EDDIE LESTER
24-YEAR MEMBER

“Over my time with Massey, I have seen a lot of miners come and go. A lot of the guys who leave come back after just a short time. I don’t think there’s a better coal company to work for. Massey has been good to me.”



OUR MOST IMPORTANT RESOURCE

More than our vast coal reserves, more than our expansive mining infrastructure, our members are our most important resource.

They are not just employees putting in time in exchange for a pay check. Rather, they are part of a team that is committed to pursuing and achieving excellence in the workplace every day. In the course of doing their jobs, many of our members go above and beyond their normal duties to accomplish extraordinary results, benefiting the Company, other members and our shareholders. Working together, our members truly are the energy that drives Massey Energy.

With more than 5,400 members in Kentucky, Virginia and West Virginia, Massey Energy is one of Central Appalachia's largest private sector companies. More than 4,000 of our members work in West Virginia. Our members live in the areas where we operate. They are active in their communities and area schools.

We are pleased to offer our members one of the most competitive compensation and benefits packages within the industry. Our medical insurance plan - including vision and dental benefits - ranks in the top 10% of health insurance packages in the nation. We also provide post-retirement pension and healthcare plans that will protect our members well into the future.

To keep our members healthy, we built the West Virginia Wellness Center in Madison, West Virginia to provide them with the highest quality healthcare available in southern West Virginia.

To encourage continued personal growth and development, Massey offers a tuition reimbursement program for eligible continuing education expenses. Many of our brightest leaders have been hired coming out of local schools and universities, often after serving internships with Massey while still in school. We strive to develop the best young talent in the area and provide them with opportunities to advance rapidly by promoting from within.

Finally, we provide both a defined benefit pension plan and a 401-K defined contribution retirement savings plan. Massey matches a portion of member contributions to the savings plan. Just as important, we are pleased that our pension program is fully funded - offering a secure future to our members and their families.

As we focus on growing in Central Appalachia, we know that our members will be the driving force behind our success. With a mix of seasoned coal mining veterans and new, eager coal miners, our future has never looked brighter.

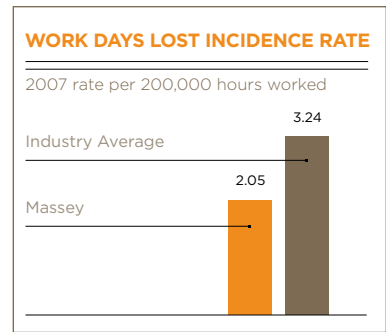


Left to right:
Gordon Fields, 12-year member
Bennett Justice, 12-year member, and Vernon Blackburn, 13-year member, attend a mine planning meeting at Sidney Coal resource group
Shirl Ratliffe, 17-year member, monitors operations at the Sidney Coal processing plant

SAFETY FIRST

“S-1” means Safety First at Massey Energy, and it’s not just a slogan. It’s an integral part of our daily routine. Our S-1 safety program is recognized as one of the best in the industry, setting standards that far exceed federal and state requirements.

The program, designed for sustained safety improvement, uses a well-developed process of training, mentoring, monitoring and reduction of risk through innovation and recognition of safety excellence. The result is a culture of safety.



RECORD-SETTING YEAR

In 2007, our non-fatal days lost (NFDL) accident incident rate was 37% better than the bituminous coal industry incident rate. Massey achieved a 2.05 NFDL incident rate per 200,000 hours worked compared to a 3.24 NFDL incident rate estimated for the bituminous coal industry overall. Our safety performance in 2007 improved 26% over our performance in 2006 making 2007 the safest year in Massey Energy history.

RECOGNIZING EXCELLENCE

Three of our mines were recognized for their excellence in safety with West Virginia Mountaineer Guardian Awards and six mines received Holmes Safety Awards in 2007. The association named Charles Roach, a foreman at our Castle Mine, Co-Safety Leader of the Year for 2006.

Internally, Massey Energy encourages and recognizes exemplary safety efforts of teams and individuals with our nationally acclaimed Raymond Safety Awards Program. The company-wide program and its highest award, the Bradbury Award, were named in honor of retired executive Raymond Bradbury who was known for his slogan, “a safe mine is a productive mine.” This program will mark its 16th anniversary in 2008, and the Bradbury award is as coveted as ever.

INNOVATIONS DRIVE IMPROVEMENT

Massey has long been an innovator of safety enhancements and has introduced many safety practices that have subsequently been adopted throughout the mining industry in the United States and around the world. Since the establishment of our S-1 safety program, the innovation has increased. Following is a chronology of just a few of these Massey innovations:

- 1993** Massey mandates the use of reflective clothing
Massey mandates use of metatarsal work boots for mining operations
- 1994** Massey implements seat belt policy for all mining equipment
- 1995** Massey designs, develops and implements ATRS flapper pads for roof bolters
Massey replaces ladders on large trucks with steps to reduce falls
- 1996** Massey requires the use of strobe lights on underground vehicles
- 1999** Massey installs lights on all belt line feeders
Massey adds submarine safety package on stockpile dozers and loaders
- 2000** Massey requires the use of reflective tape on all surface vehicles
- 2002** Massey adds submarine safety package on highwall excavators and shovels
Massey implements continuous miner radio remote safety precautions
- 2003** Massey installs safety cameras on surface haulage trucks
Massey begins developing continuous miner proximity protection device
- 2007** Massey develops self-contained foam fire-fighting car

Left to right:

Massey’s Southern WV mine rescue team placed fourth in a national competition

Mine rescue team member Shane McPherson dons rescue gear

Massey’s 300 miles of belt lines reduce the need for heavy trucks and improve safety on public highways



ELIZABETH CHAMBERLIN

Vice President, Safety and Training
1-YEAR MEMBER

“We strive for sustainable excellence in safety. It is our top priority every day. We are proud of our tradition of developing safety innovations, which we freely share with others to the benefit of the entire industry.”

When Elizabeth Chamberlin joined Massey, she took over an already very successful safety program. However, in just over a year, she has asserted her experience, leadership and enthusiasm to re-emphasize the “culture of safety” throughout the Company. That culture is epitomized within the Raymond Bradbury Safety Program. This program engages all Massey members in our safety initiatives through competition and by providing team and individual rewards for safety excellence. The results are clear. In the 15 years since the Bradbury Program was introduced, Massey has reduced its non-fatal days lost (NFDL) incident rate by 64%.

Below: Elizabeth Chamberlin, Vice President, Safety and Training; Robert Asbury, Safety Director, 11-year member (left); Michael Vaught, Safety Director, 8-year member (right).



**KEY FACTS
ON COAL
INDUSTRY
SAFETY**

**FATAL OCCUPATIONAL
INJURIES BY INDUSTRY**

Construction	32%
Transportation	22%
Agriculture	17%
Manufacturing	12%
Retail Trade	9%
Coal Mining	1%

**2007 BRADBURY AWARD
RECIPIENT**

On March 11, 2008, over 500 Massey members, government officials, dignitaries and guests gathered in Charleston, WV to honor Aracoma Coal Company, the recipient of the Bradbury Award for 2007. Aracoma operated 2 mines in 2007 without a single lost-time accident.



NATALIE FERRELL
 Environmental Engineer
 2-YEAR MEMBER

“It is important to me to work for a company that produces coal in an environmentally friendly way in the coal fields where I grew up and now raise my kids.”

THOMAS COOK
 Director, Environmental Affairs
 4-YEAR MEMBER

“The members at Massey have acted on the opportunity to be among the leading environmental stewards in the industry. Through team effort and increased focus, we significantly improved our environmental performance in 2007. We achieved 160% of our goal to reduce state issued violations, and continue to maintain high objectives for the future.”

Thomas and Natalie are just two out of a team of many Massey environmental engineers, technicians and specialists who focus full-time on our environmental efforts. Whether working on obtaining mine permits, monitoring regulatory compliance or conducting reclamation projects, these dedicated professionals are setting new standards for environmental leadership and innovation.



2007 KEY ENVIRONMENTAL STATISTICS

Incidents of environmental non-compliance reduced by 36%

Surface mine citations reduced by 43%

200 acres of land designated as conservation easement

MASSEY PLANTED **OVER 1 MILLION TREES**

IN 2007 AS PART OF RECLAMATION PROJECTS

MASSEY ENVIRONMENTAL AWARDS

The Surface Mine Award - Anna Branch Surface Mine

The Haul Road South Award - Aracoma Coal Company

The Woodlands Award - Elk Run Coal Company, Black Castle Mine



ENVIRONMENT

Most of the men and women working at Massey Energy were born and raised in Appalachia – the region’s mountains, trees, rivers and wildlife are a part of their lives and a legacy for their families.

So it stands to reason that Massey and all its members are committed to the protection and preservation of the land, air and water in Central Appalachia. As Appalachia’s largest and leading mining company, Massey Energy has the resources and expertise to support multi-faceted environmental activities at all mines and facilities. The personnel, equipment, new technologies and training are part of the Company’s drive to continually improve its environmental protection efforts.

In 2007, across all Massey Energy Resource Groups, there was a concerted effort among members to improve the Company’s environmental performance. The result was a 36% reduction in overall violations from state regulatory agencies. Our Logan County Resource Group led the way, achieving an outstanding 70% reduction. The success was attributable to the miners, engineers, technicians and environmental managers who make environmental compliance a priority – every day.

WATER – AN ESSENTIAL RESOURCE

Water is essential for mining operations; and it’s essential for people and wildlife across Appalachia. That’s why Massey Energy has committed millions of dollars in recent years to develop new mining industry technologies that prevent spills, protect watersheds and increase efforts to sustain Appalachia’s environment.

Massey Energy maintains, monitors and tests more than 2,500 water outlets across its operations. The company is implementing an entirely new computerized system to report, in near real time,

the water quality of its outlets to make certain it is meeting or exceeding all state and federal Clean Water Act mandates.

This \$100,000 investment will enable Massey’s water quality engineers to monitor each outlet and identify potential excessive particulates in water in a matter of days, rather than a matter of weeks. Plus, by moving from a paper to a computerized system, Massey is at the forefront of the industry.

RECLAMATION ACTIVITIES

Massey Energy’s strong history of environmental stewardship is clearly seen through its reclamation efforts, which over the years have included the planting of millions of trees and the successful reclamation of thousands of acres. Massey has reclaimed more acres of land in West Virginia and Central Appalachia than any other mining company.

In reforestation projects, Massey plants a combination of hardwood and faster-growing softwood trees and has achieved an outstanding tree survival rate. One of our most exciting projects is aiding in the effort to return the American chestnut tree to Appalachia. Once the greatest tree in the Appalachian landscape, it was nearly wiped out by a fungus in the early 1900s. Now, working with botanists and forestry experts at West Virginia University and the American Chestnut Foundation, Massey is helping to bring it back to the area as part of our reclamation efforts. The tree grows well in soil conditions commonly found on reclaimed land.



Left to right:

Logan County Mine Services members receive a reclamation award

17-year member Keith Runyon, 6-year member Joey Elia and 2-year member John Long review reclamation plans

Children from a local elementary school join Massey members in celebrating the planting of 1 million trees in 2007

COMMUNITY

Our roots run deep in Central Appalachia and our members make up a key part of the area's close-knit communities.

More than where we work - the communities of West Virginia, Kentucky and Virginia are where we live and raise our families. Massey makes significant contributions to the communities in which we operate, and encourages community involvement by our members. This is an important way for us to demonstrate our appreciation for our roots and our commitment to the communities and children that will drive our future.

DOCTORS FOR OUR COMMUNITIES

In cooperation with Marshall University, Massey provides financial assistance to medical students at the university's School of Medicine. By providing loans for M.D. candidates, the goal is to bring more qualified doctors to areas in which we operate. As further incentive, if a graduating physician maintains a practice of primary care medicine for a period of at least seven years in the area, the loan is forgiven.

PARTNERS IN EDUCATION

Through our Partners in Education program, we provide volunteers and generous financial assistance to elementary, middle and high schools throughout our operating region. Our contributions are used by partner schools to purchase educational materials and support field trips. Massey members also volunteer in our partner schools by reading to schoolchildren and assisting with school events.

CHRISTMAS EXTRAVAGANZA

Entering its sixth year, the Massey Energy Christmas Extravaganza is an annual event that provides gifts to thousands of underprivileged children in our operating region. In 2007, Massey held six Christmas Extravaganza parties throughout southern West Virginia and eastern Kentucky benefiting nearly 3,000 children.

SPOUSAL GROUP

Created more than 20 years ago by Chairman Don Blankenship, the Massey Energy Spousal Group program serves as the catalyst for much of the Company's charitable work. Working in four regional groups, the spouses of Massey members join together to focus on resolving local community issues and providing much-needed charitable service. The group members volunteer their time and effort to identify and carry out each initiative. Massey provides financial support.

UNIVERSITY OF KENTUCKY DONATION

Massey Energy's gift of more than \$300,000 will provide tuition assistance for mining engineering students, enhance the Department of Mining Engineering's laboratory facilities and support a student organization at the University of Kentucky over the next five years.

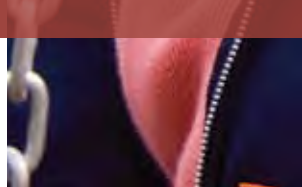


Left to right:

Andy Ashurst, a 17-year Massey member, visits the Massey Wellness Center for a regular check-up

3-year member Angela Smith enjoys passing out gifts at the Christmas Extravaganza

13-year member Jeff Gillenwater, Massey Director of External Affairs and Administration, pays a visit to a soccer field that Massey helped to construct in Belfry, Kentucky





CLAIRE VAUGHT
10-YEAR MEMBER

"My work in the engineering department of Massey's Independence Coal resource group has been personally rewarding. My role as a coordinator for the Massey Energy Spousal Group gives me a chance to work with great volunteers and give something back to the community."

SUSAN BERRY
8-YEAR SPOUSAL GROUP
VOLUNTEER

"I love being a part of the Massey Spousal Group. With financial support from Massey, members of this community are working together to make a true difference in our parks, in our schools and in our neighborhoods."

MARY ANN OSBORNE
2-YEAR SPOUSAL GROUP
VOLUNTEER

"The Spousal Group identified the need to improve a local park. Massey provided the playground equipment and our group volunteers worked together to plant flowers, shrubs and keep the park clean."

CONSOLIDATED STATEMENTS OF INCOME

(In thousands, except per share amounts)	Year Ended December 31,		
	2007	2006	2005
Revenues			
Produced coal revenue	\$ 2,054,413	\$ 1,902,259	\$ 1,777,724
Freight and handling revenue	167,641	156,531	150,898
Purchased coal revenue	108,191	70,636	132,320
Other revenue	83,278	90,428	143,316
Total revenues	2,413,523	2,219,854	2,204,258
Costs and Expenses			
Cost of produced coal revenue	1,641,774	1,599,092	1,438,494
Freight and handling costs	167,641	156,531	150,898
Cost of purchased coal revenue	95,241	62,613	112,600
Depreciation, depletion and amortization, applicable to:			
Cost of produced coal revenue	242,755	227,279	230,545
Selling, general and administrative	3,280	3,259	4,020
Selling, general and administrative	75,845	53,834	68,254
Other expense	7,308	6,240	8,018
Loss on capital restructuring	–	–	212,378
Total costs and expenses	2,233,844	2,108,848	2,225,207
Income (Loss) before interest and taxes	179,679	111,006	(20,949)
Interest income	23,969	20,094	12,603
Interest expense	(74,145)	(86,076)	(67,064)
Income (Loss) before taxes	129,503	45,024	(75,410)
Income tax expense	(35,405)	(3,408)	(26,228)
Income (Loss) before cumulative effect of accounting change	94,098	41,616	(101,638)
Cumulative effect of accounting change, net of tax	–	(639)	–
Net income (loss)	\$ 94,098	\$ 40,977	\$ (101,638)
Income (Loss) per share – Basic			
Income (Loss) before cumulative effect of accounting change	\$ 1.17	\$ 0.51	\$ (1.33)
Cumulative effect of accounting change	–	(0.01)	–
Net income (loss)	\$ 1.17	\$ 0.50	\$ (1.33)
Income (Loss) per share – Diluted			
Income (Loss) before cumulative effect of accounting change	\$ 1.17	\$ 0.51	\$ (1.33)
Cumulative effect of accounting change	–	(0.01)	–
Net income (loss)	\$ 1.17	\$ 0.50	\$ (1.33)
Shares used to calculate income per share			
Basic	80,123	80,847	76,390
Diluted	80,654	81,386	76,390

All financial data should be read in conjunction with the audited Consolidated Financial Statements and Notes to Consolidated Financial Statements included in our Annual Report on Form 10-K for the period ended December 31, 2007, filed with the Securities and Exchange Commission on February 29, 2008 provided herein.

CONSOLIDATED BALANCE SHEETS

<i>(In thousands, except share amounts)</i>	<i>Year Ended December 31,</i>	
	2007	2006
Assets		
<i>Current Assets</i>		
Cash and cash equivalents	\$ 365,220	\$ 239,245
Trade and other accounts receivable, less allowance of \$444 and \$576, respectively	156,572	197,105
Inventories	183,360	191,056
Income taxes receivable	16,302	–
Other current assets	165,940	172,322
Total current assets	887,394	799,728
Net Property, Plant and Equipment	1,793,920	1,776,781
<i>Other Noncurrent Assets</i>		
Pension assets	47,323	34,974
Other noncurrent assets	132,034	129,213
Total other noncurrent assets	179,357	164,187
Total assets	\$ 2,860,671	\$ 2,740,696
Liabilities and Shareholders' Equity		
<i>Current Liabilities</i>		
Accounts payable, principally trade and bank overdrafts	\$ 148,206	\$ 117,157
Short-term debt	1,875	2,583
Payroll and employee benefits	46,512	40,380
Income taxes payable	–	19,412
Other current liabilities	171,269	175,005
Total current liabilities	367,862	354,537
<i>Noncurrent Liabilities</i>		
Long-term debt	1,102,672	1,102,324
Deferred income taxes	154,705	116,690
Other noncurrent liabilities	451,428	469,854
Total noncurrent liabilities	1,708,805	1,688,868
Total liabilities	2,076,667	2,043,405
<i>Shareholders' Equity</i>		
Capital Stock		
Preferred – authorized 20,000,000 shares without par value; none issued	–	–
Common – authorized 150,000,000 shares of \$0.625 par value; issued 82,818,578 and 82,365,259 shares, respectively	51,743	51,458
Treasury stock, 2,874,800 and 1,299,000 shares at cost, respectively	(79,986)	(49,995)
Additional capital	237,684	220,650
Retained earnings	601,587	515,894
Accumulated other comprehensive loss	(27,024)	(40,716)
Total shareholders' equity	784,004	697,291
Total liabilities and shareholders' equity	\$ 2,860,671	\$ 2,740,696

All financial data should be read in conjunction with the audited Consolidated Financial Statements and Notes to Consolidated Financial Statements included in our Annual Report on Form 10-K for the period ended December 31, 2007, filed with the Securities and Exchange Commission on February 29, 2008 provided herein.

DIRECTORS

Don L. Blankenship, 58

Mr. Blankenship has been Chairman of the Board, Chief Executive Officer and President of Massey Energy Company since November 30, 2000, and has been Chairman of the Board, Chief Executive Officer and President of A.T. Massey Coal Company, Inc., Massey Energy Company's wholly owned subsidiary, since 1992. He joined Rawl Sales and Processing Co., a Massey subsidiary, in 1982. Mr. Blankenship also serves as a director of the National Mining Association and the U.S. Chamber of Commerce. ⁽¹⁾

James B. Crawford, 65

Mr. Crawford has been a consultant for Evan Energy Investments, L.C, a company with coal interests in China and Venezuela, since February 2004 and Chairman of InterAmerican Coal Holding S.A. since December 2005. He previously served as Chairman and Chief Executive Officer of James River Coal Company. He also is Chair Emeritus and a member of the Board of Trustees of Colby College and currently Chairman of the Board of Directors of the Boys and Girls Club of Metro Richmond Foundation. ^{(1) (2) (3) (4) (5)}

Robert H. Foglesong, 62

General Foglesong, U.S. Air Force (retired), has been President of Mississippi State University and President and Executive Director of the Appalachian Leadership and Education Foundation since 2006. He retired from the U.S. Air Force following 33 years of U.S. military service in over 130 countries. He is a director of Michael Baker Corporation and a member of numerous professional organizations, including the Council on Foreign Relations. ^{(2) (3) (4) (5)}

Richard M. Gabrys, 66

Mr. Gabrys retired as Vice Chairman of Deloitte & Touche LLP in May 2004 after 42 years of working with that company. He completed his service as Interim Dean of the School of Business Administration of Wayne State University in August 2007. Mr. Gabrys is a director of the following publicly traded companies: CMS Energy Company, La-Z-Boy Incorporated, and TriMas Corporation. He also serves on the boards of the Detroit Institute of Arts, the Karmanos Cancer Institute, Ave Maria College and Ave Maria University. ^{(1) (4) (5) (6)}

E. Gordon Gee, 64

Mr. Gee returned to The Ohio State University as its President in 2007, a position he had held from 1990 to 1998. He was President of Brown University from 1998 to 2000 and the Chancellor of Vanderbilt University from 2000 to 2007.

Mr. Gee also serves as a director of the following publicly traded companies: Gaylord Entertainment Company, Hasbro, Inc. and Limited Brands, Inc. He previously served on numerous other publicly traded and private company boards. ^{(1) (2) (4) (5)}

Bobby R. Inman, 76

Admiral Inman, U.S. Navy (retired), has been a tenured professor at the LBJ School of Public Affairs at the University of Texas since 2001. He served as Interim Dean from during 2005. Admiral Inman previously served as Director of the National Security Agency and Deputy Director of the Central Intelligence Agency. He is a managing director of Gefinor Ventures, Inc., a venture capital firm, and has over 20 years experience in venture capital investments. ^{(1) (3) (4)}

Lady Judge, 61

Lady Judge became the chair of the Board of the United Kingdom Atomic Energy Authority in May 2004. An attorney, her career in international banking and financial regulation includes being a Commissioner of the SEC. She is currently a director of several foreign publicly traded companies. ^{(4) (5) (6)}

Dan R. Moore, 67

Mr. Moore is the Chairman of Moore Group, Inc. He previously served as Chairman, President and Chief Executive Officer of the former Matewan BancShares, a multi-bank holding company, from 1981 to 1999. Mr. Moore also serves as a director of the West Virginia University Foundation and previously served on other boards and foundations. ^{(1) (2) (3) (4) (5) (6)}

Baxter F. Phillips, Jr., 61

Mr. Phillips has been Executive Vice President and Chief Administrative Officer of Massey Energy Company since November 2004. Mr. Phillips joined Massey in 1981 and has held various positions, most recently Senior Vice President and Chief Financial Officer. Prior to joining Massey, he held various investment and banking positions. ^{(5) (6)}

(1) Executive Committee, Don L. Blankenship, Chairman; (2) Audit Committee, Dan R. Moore, Chairman; (3) Compensation Committee, Bobby R. Inman, Chairman; (4) Governance and Nominating Committee, James B. Crawford, Chairman; (5) Safety, Environmental and Public Policy Committee, E. Gordon Gee, Chairman; (6) Finance Committee, Richard M. Gabrys, Chairman.

OFFICERS

Don L. Blankenship

Chairman, Chief Executive Officer and President (1982)

Baxter F. Phillips, Jr.

Executive Vice President and Chief Administrative Officer (1981)

J. Christopher Adkins

Senior Vice President and Chief Operating Officer (1985)

Mark A. Clemens

Senior Vice President – Group Operations (1989)

Michael K. Snelling

Vice President – Surface Operations, Massey Coal Services, Inc. (2000)

Michael D. Bauersachs

Vice President – Planning (1998)

Richard R. Grinnan

Vice President and Corporate Secretary (2004)

M. Shane Harvey

Vice President and General Counsel (2000)

Jeffrey M. Jarosinski

Vice President – Finance and Chief Compliance Officer (1988)

John M. Poma

Vice President – Human Resources (1996)

Eric B. Tolbert

Vice President and Chief Financial Officer (1992)

David W. Owings

Corporate Controller (2001)

Numbers in parentheses indicate the year each officer joined the Company.

SHAREHOLDER INFORMATION

Common Stock Information

At February 15, 2008, there were 80,491,644 shares outstanding and approximately 6,800 shareholders of record of Massey Energy's common stock.

Registrar and Transfer Agent

Wells Fargo Shareowner ServicesSM
Shareowner Relations Department
P.O. Box 64854
St. Paul, MN 55164-0854

For change of address, lost dividends or lost stock certificates, write or telephone:

Wells Fargo Bank, N.A.
P.O. Box 64874
St. Paul, MN 55174-0874
(800) 813-2847

Independent Auditors

Ernst & Young LLP
901 E. Cary Street
Suite 1000
Richmond, VA 23219

Annual Shareholders' Meeting

Massey Energy's annual meeting of shareholders will be held at 9:00 a.m. EDT on May 13, 2008 at:

Jefferson Hotel
101 West Franklin Street
Richmond, VA 23220

Stock Trading

Massey Energy's stock is traded on the New York Stock Exchange. Common stock domestic trading symbol: MEE

Duplicate Mailings

Shares owned by one person but held in different forms of the same name result in duplicate mailings of shareholder information at added expense to the Company. Such duplication can be eliminated only at the direction of the shareholder. Please notify Wells Fargo Shareowner ServicesSM in order to eliminate duplication.

Financial Information

Inquiries from shareholders and security analysts should be directed to:

Investor Relations
Massey Energy Company
P.O. Box 26765
Richmond, VA 23261
(866) 814-6512

Website Address

www.masseyenergyco.com

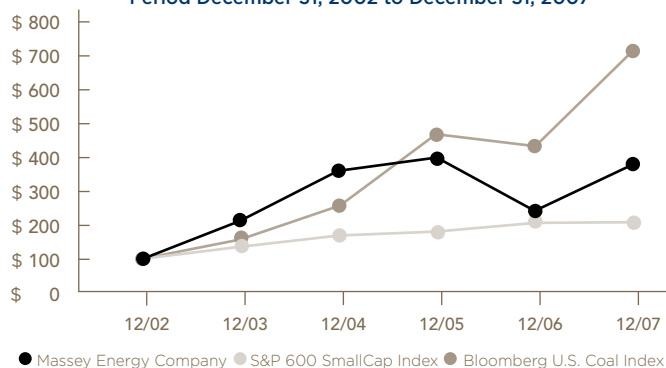
Investor E-Mail

Investor@masseyenergyco.com

Ethics Hotline

(888) 424-2417

Comparison of Cumulative Total Return for the Period December 31, 2002 to December 31, 2007



	12/02	12/03	12/04	12/05	12/06	12/07
Massey Energy Company	100.0	215.6	364.0	396.1	244.6	378.3
S&P 600 SmallCap Index	100.0	138.6	169.8	182.8	210.3	209.8
Bloomberg U.S. Coal Index	100.0	158.3	259.3	468.6	436.1	712.6

The graph above compares the performance of Massey Energy's common stock with that of the S&P 600 SmallCap Index and the Bloomberg U.S. Coal Index, a published industry index. The Company is included as a composite member of the S&P 600 SmallCap Index and the Bloomberg U.S. Coal Index. The historical data provided above for both the S&P 600 SmallCap Index and the Bloomberg U.S. Coal Index comes from Bloomberg Professional Service and is based on the current composition of each respective index.

Stock Price and Dividend Information

Stock price as of December 31, 2007 was \$35.75:

Quarter	2007		
	High	Low	Dividend
First	\$26.35	\$21.55	\$ 0.04
Second	\$30.73	\$23.97	\$ 0.04
Third	\$26.80	\$16.01	\$ 0.04
Fourth	\$37.99	\$21.49	\$ 0.05

Note Regarding Forward-Looking Statements

This annual report and the Form 10-K included herein contain forward-looking statements as defined by the Private Securities Litigation Reform Act of 1995.

We caution readers that forward-looking statements and similar statements are subject to certain risks, trends and uncertainties that could cause actual cash flows, results of operations, financial condition, cost reductions, acquisitions, dispositions, financing transactions, operations, expansion, consolidation, and other events to differ materially from the expectations expressed or implied in such forward-looking statements. Any forward-looking statements are also subject to a number of assumptions regarding, among other things, future economic, competitive and market conditions. Such forward-looking statements are based on facts and conditions as they exist at the time such statements are made as well as predictions as to future facts and conditions, the accurate prediction of which may be difficult and involve the assessment of events beyond the Company's control. We disclaim any obligation to update these forward-looking statements unless required by securities law, and we caution the reader not to rely on them unduly. We have based any forward-looking statements we have made on our current expectations and assumptions about future events and circumstances that are subject to risks, uncertainties and contingencies that could cause results to differ materially from those discussed in the forward-looking statements. We refer you to page "I" of the Form 10-K included in this annual report for a description of such items.

Additional information concerning these and other risks, uncertainties and contingencies can be found in press releases as well as Massey Energy's previous public periodic filings with the Securities and Exchange Commission. Such filings are available either publicly, under the Investor Relations page of Massey Energy's website: www.masseyenergyco.com, or upon request from Massey Energy's Investor Relations Department: (866) 814-6512.



MASSEY ENERGY COMPANY

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