

**HI-CRUSH INC.**

*(Subject to the finalization of claims settlements and fresh start accounting and valuation)*

Consolidated Financial Statements and Operations Report  
As of and For the Period Ended February 28, 2021  
(Unaudited)

**HI-CRUSH INC.**  
*(Subject to the finalization of claims settlements and fresh start accounting and valuation)*  
Consolidated Balance Sheets  
(In thousands)  
(Unaudited)

	<b>February 28, 2021</b>	<b>December 31, 2020</b>
<b>Assets</b>		
Current assets:		
Cash	\$ 36,854	\$ 27,575
Restricted cash	13,807	13,806
Accounts receivable, net	31,014	24,807
Inventories	14,962	18,596
Prepaid expenses and other current assets	16,045	18,153
Total current assets	112,682	102,937
Property, plant and equipment, net	139,927	142,484
Operating lease right-of-use assets	4,800	5,097
Intangible assets, net	11,281	11,887
Equity method investment	16,250	15,623
Other assets	694	451
Total assets	<u>\$ 285,634</u>	<u>\$ 278,479</u>
<b>Liabilities and Stockholders' Equity</b>		
Current liabilities:		
Accounts payable	\$ 20,795	\$ 12,815
Accrued and other current liabilities	14,017	20,892
Current portion of deferred revenues	3,304	3,255
Current portion of long-term debt	265	719
Current portion of operating lease liabilities	1,833	1,810
Total current liabilities	40,214	39,491
Deferred revenues	3,255	3,255
Long-term debt, net debt discounts	3,400	1,992
Operating lease liabilities	2,828	3,273
Asset retirement obligations	19,683	19,418
Other liabilities	814	1,627
Total liabilities	70,194	69,056
<b>Commitments and contingencies</b>		
Stockholders' equity:		
Common stock, \$0.001 par value	9	—
Additional paid-in capital	225,108	225,117
Retained deficit	(9,669)	(15,684)
Accumulated other comprehensive loss	(8)	(10)
Total stockholders' equity	215,440	209,423
Total liabilities and stockholders' equity	<u>\$ 285,634</u>	<u>\$ 278,479</u>

**HI-CRUSH INC.**  
Consolidated Statements of Operations  
(In thousands)  
(Unaudited)

	<b>February 28, 2021</b>	
	<b>Month Ended</b>	<b>Year To Date</b>
Revenues	\$ 17,989	\$ 37,019
Cost of goods sold (excluding depreciation, depletion and amortization)	15,569	32,293
Gross profit	2,420	4,726
Operating costs and expenses:		
General and administrative	2,176	4,327
Depreciation, depletion and amortization	2,284	4,572
Accretion	193	435
Restructuring	126	435
Other operating income, net	(12,880)	(12,814)
Income from operations	10,521	7,771
Other income (expense):		
Earnings from equity method investment	362	627
Interest expense	(1,140)	(2,383)
Income before income tax	9,743	6,015
Income tax expense (benefit)	—	—
Net income	<u>\$ 9,743</u>	<u>\$ 6,015</u>
Foreign currency translation adjustment	—	2
Comprehensive income	<u>\$ 9,743</u>	<u>\$ 6,017</u>

**HI-CRUSH INC.**  
Consolidated Statements of Cash Flows  
(In thousands)  
(Unaudited)

	<b>February 28, 2021</b>	
	<b>Month Ended</b>	<b>Year To Date</b>
<b>Operating activities:</b>		
Net income	\$ 9,743	\$ 6,015
Adjustments to reconcile net income to net cash provided by operating activities:		
Depreciation, depletion and amortization	2,284	4,572
Amortization of debt issuance costs and discount	694	1,436
Accretion expense	193	435
Gain on disposal of property, plant and equipment	(17)	(17)
Non-cash lease expense	150	297
Earnings from equity method investment	(362)	(627)
Inventory step-up	—	307
Changes in operating assets and liabilities:		
Accounts receivable	(5,735)	(6,207)
Inventories	654	2,457
Prepaid expenses and other current assets	706	2,108
Accounts payable and accrued liabilities	(406)	(60)
Other non-current assets and liabilities	27	(271)
Net cash provided by operating activities	<u>7,931</u>	<u>10,445</u>
<b>Investing activities:</b>		
Capital expenditures for property, plant and equipment	(178)	(761)
Proceeds from sale of property, plant and equipment	50	50
Net cash used in investing activities	<u>(128)</u>	<u>(711)</u>
<b>Financing activities:</b>		
Repayment of premium financing notes	(220)	(454)
Net cash used in financing activities	<u>(220)</u>	<u>(454)</u>
Effects of exchange rate on cash	—	—
Net increase (decrease) in cash and restricted cash	<u>7,583</u>	<u>9,280</u>
Cash and restricted cash at beginning of period	<u>43,078</u>	<u>41,381</u>
Cash and restricted cash at end of period	<u>\$ 50,661</u>	<u>\$ 50,661</u>

**HI-CRUSH INC.**  
Consolidated Statement of Changes in Equity  
(In thousands, except share amounts)  
(Unaudited)

	<b>Year To Date February 28, 2021</b>					
	<b>Common Stock</b>		<b>Additional Paid-In Capital</b>	<b>Retained Deficit</b>	<b>Accumulated Other Comprehensive Income (Loss)</b>	<b>Total Equity</b>
	<b>Shares</b>	<b>Par Value</b>				
Balance at December 31, 2020	—	\$ —	\$ 225,117	\$ (15,684)	\$ (10)	\$ 209,423
Issuance of common stock	9,321,724	9	(9)	—	—	—
Other comprehensive income	—	—	—	—	2	2
Net income	—	—	—	6,015	—	6,015
Balance at February 28, 2021	9,321,724	\$ 9	\$ 225,108	\$ (9,669)	\$ (8)	\$ 215,440

**HI-CRUSH INC.**  
Operations Report  
(Unaudited)

Revenues disaggregated by contractual relationships *(in thousands)*:

	<b>February 28, 2021</b>	
	<b>Month Ended</b>	<b>Year To Date</b>
Sales to contract customers	\$ 6,291	\$ 12,250
Spot sales	5,239	12,135
Frac sand sales	11,530	24,385
Other revenues	6,459	12,634
Total revenues	<u>\$ 17,989</u>	<u>\$ 37,019</u>

Sand volumes sold by contractual relationships *(in tons)*:

	<b>February 28, 2021</b>	
	<b>Month Ended</b>	<b>Year To Date</b>
Sales to contract customers	251,745	500,307
Spot sales	140,815	328,961
Total sand sold	<u>392,560</u>	<u>829,268</u>
Total sand produced and delivered	386,520	801,395

Sand volumes sold by point of sale *(in percentages)*:

	<b>February 28, 2021</b>	
	<b>Month Ended</b>	<b>Year To Date</b>
Volumes sold FOB Mine	46 %	42 %
Volumes sold in-basin	37 %	37 %
Volumes sold at the wellsite	17 %	21 %
Volumes sold directly to E&Ps	49 %	53 %