

HI-CRUSH INC.

Consolidated Financial Statements
As of and for the period ended April 30, 2021
(Unaudited)

HI-CRUSH INC.
Consolidated Balance Sheets
(In thousands)
(Unaudited)

| | April 30, 2021 | December 31, 2020 |
|--|-----------------------|--------------------------|
| Assets | | |
| Current assets: | | |
| Cash | \$ 33,224 | \$ 27,575 |
| Restricted cash | 21,814 | 13,806 |
| Accounts receivable, net | 37,834 | 24,807 |
| Inventories | 11,898 | 18,596 |
| Prepaid expenses and other current assets | 3,429 | 18,702 |
| Total current assets | 108,199 | 103,486 |
| Property, plant and equipment, net | 139,683 | 142,484 |
| Operating lease right-of-use assets | 4,921 | 5,097 |
| Intangible assets, net | 10,675 | 11,887 |
| Equity method investment | 15,708 | 15,648 |
| Other assets | 229 | 451 |
| Total assets | <u>\$ 279,415</u> | <u>\$ 279,053</u> |
| Liabilities and Stockholders' Equity | | |
| Current liabilities: | | |
| Accounts payable | \$ 19,288 | \$ 13,040 |
| Accrued and other current liabilities | 12,616 | 22,030 |
| Current portion of deferred revenues | 3,838 | 3,255 |
| Current portion of long-term debt | — | 719 |
| Current portion of operating lease liabilities | 1,921 | 1,810 |
| Total current liabilities | 37,663 | 40,854 |
| Deferred revenues | 2,844 | 3,255 |
| Long-term debt, net debt discounts | 4,899 | 1,992 |
| Operating lease liabilities | 2,893 | 3,273 |
| Asset retirement obligations | 19,941 | 19,418 |
| Deferred tax liabilities | 77 | 77 |
| Other liabilities | 814 | 813 |
| Total liabilities | 69,131 | 69,682 |
| Commitments and contingencies | | |
| Stockholders' equity: | | |
| Common stock, \$0.001 par value | 12 | — |
| Additional paid-in capital | 227,589 | 225,117 |
| Retained deficit | (17,310) | (15,736) |
| Accumulated other comprehensive loss | (7) | (10) |
| Total stockholders' equity | 210,284 | 209,371 |
| Total liabilities and stockholders' equity | <u>\$ 279,415</u> | <u>\$ 279,053</u> |

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

| | Month Ended | Year-to-Date |
|--|-----------------------|-----------------------|
| | April 30, 2021 | April 30, 2021 |
| Revenues | \$ 27,600 | \$ 87,466 |
| Cost of goods sold (excluding DD&A) | 22,725 | 78,293 |
| Gross profit | 4,875 | 9,173 |
| Operating costs and expenses: | | |
| General and administrative | 2,420 | 9,185 |
| Depreciation, depletion and amortization | 2,602 | 8,565 |
| Accretion | 239 | 944 |
| Restructuring | 88 | 778 |
| Other operating (income) expense, net | 27 | (12,854) |
| Income (loss) from operations | (501) | 2,555 |
| Other income (expense): | | |
| Earnings from equity method investment | 210 | 1,099 |
| Loss on extinguishment of debt | (383) | (383) |
| Interest expense | (1,252) | (4,863) |
| Income (loss) before income tax | (1,926) | (1,592) |
| Income tax expense (benefit) | (18) | (18) |
| Net income (loss) | <u>\$ (1,908)</u> | <u>\$ (1,574)</u> |

Reconciliation of Net Income (Loss) to Adjusted EBITDA

| | | |
|---|-----------------|-----------------|
| Net income (loss) | \$ (1,908) | \$ (1,574) |
| Interest expense | 1,252 | 4,863 |
| Income tax expense (benefit) | (18) | (18) |
| Depreciation, depletion and amortization | 2,602 | 8,565 |
| Accretion | 239 | 944 |
| Restructuring | 88 | 778 |
| Gain/(loss) on sale of assets | 4 | (112) |
| Severance costs | 20 | 110 |
| Contract terminations/modifications | 3 | (12,902) |
| Earnings from equity method investments | (210) | (1,099) |
| Loss on extinguishment of debt | 383 | 383 |
| Fresh start step-up in working capital balances | — | 2,728 |
| One-time legal costs | (8) | 91 |
| Adjusted EBITDA | <u>\$ 2,447</u> | <u>\$ 2,757</u> |

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

| | April 30, 2021 | |
|---|-----------------------|---------------------|
| | Month Ended | Year To Date |
| Operating activities: | | |
| Net income (loss) | \$ (1,908) | \$ (1,574) |
| Adjustments to reconcile net income to net cash provided by operating activities: | | |
| Depreciation, depletion and amortization | 2,602 | 8,565 |
| Provision for credit losses | (75) | (75) |
| Amortization of debt issuance costs and discount | 764 | 2,965 |
| Accretion expense | 239 | 944 |
| Gain on disposal of property, plant and equipment | 4 | (112) |
| Non-cash lease expense | 151 | 601 |
| Earnings from equity method investment | (210) | (1,099) |
| Loss on extinguishment of debt | 383 | 383 |
| Inventory step-up amortization | — | 776 |
| Changes in operating assets and liabilities: | | |
| Accounts receivable | (3,543) | (12,952) |
| Inventories | 1,429 | 5,796 |
| Prepaid expenses and other current assets | 13,528 | 15,273 |
| Accounts payable and accrued liabilities | 1,439 | 347 |
| Other non-current assets and liabilities | 439 | (216) |
| Net cash provided by operating activities | <u>15,242</u> | <u>19,622</u> |
| Investing activities: | | |
| Capital expenditures for property, plant and equipment | (3,759) | (6,468) |
| Proceeds from sale of property, plant and equipment | 6 | 182 |
| Equity method (investments) distributions | — | 1,039 |
| Net cash used in investing activities | <u>(3,753)</u> | <u>(5,247)</u> |
| Financing activities: | | |
| Repayment of premium financing notes | (28) | (719) |
| Net cash used in financing activities | <u>(28)</u> | <u>(719)</u> |
| Effects of exchange rate on cash | 1 | 1 |
| Net increase (decrease) in cash and restricted cash | <u>11,462</u> | <u>13,657</u> |
| Cash and restricted cash at beginning of period | 43,576 | 41,381 |
| Cash and restricted cash at end of period | <u>\$ 55,038</u> | <u>\$ 55,038</u> |

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

| | Year To Date April 30, 2021 | | | | | |
|---|------------------------------------|----------------------|---|-----------------------------|--|-------------------------|
| | Common Stock | | Additional Paid-In Capital | Retained Deficit | Accumulated Other Comprehensive Income (Loss) | Total Equity |
| | Shares | Par Value | | | | |
| Balance at December 31, 2020 | — | \$ — | \$ 225,117 | \$ (15,736) | \$ (10) | \$ 209,371 |
| Issuance of common stock | 11,873,853 | 12 | (12) | — | — | — |
| Conversion of paid-in-kind interest to note balance | — | — | 2,484 | — | — | 2,484 |
| Other comprehensive income | — | — | — | — | 3 | 3 |
| Net income (loss) | — | — | — | (1,574) | — | (1,574) |
| Balance at April 30, 2021 | 11,873,853 | \$ 12 | \$ 227,589 | \$ (17,310) | \$ (7) | \$ 210,284 |