

HI-CRUSH INC.

Consolidated Financial Statements
As of and for the period ended January 31, 2022
(Unaudited)

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

| | <u>January 31, 2022</u> | <u>December 31, 2021</u> |
|--|-------------------------|--------------------------|
| Assets | | |
| Current assets: | | |
| Cash | \$ 24,527 | \$ 25,810 |
| Restricted cash | 21,820 | 21,820 |
| Accounts receivable, net | 58,351 | 50,582 |
| Inventories | 13,909 | 15,886 |
| Prepaid expenses and other current assets | 10,627 | 11,234 |
| Total current assets | <u>129,234</u> | <u>125,332</u> |
| Property, plant and equipment, net | 120,578 | 120,698 |
| Operating lease right-of-use assets | 9,497 | 9,825 |
| Intangible assets, net | 7,950 | 8,252 |
| Other assets | 386 | 386 |
| Total assets | <u>\$ 267,645</u> | <u>\$ 264,493</u> |
| Liabilities and Stockholders' Equity | | |
| Current liabilities: | | |
| Accounts payable | \$ 31,913 | \$ 28,659 |
| Accrued and other current liabilities | 17,295 | 17,440 |
| Current portion of deferred revenues | 4,130 | 4,679 |
| Current portion of long-term debt | 1,421 | 299 |
| Current portion of operating lease liabilities | 4,141 | 4,109 |
| Total current liabilities | <u>58,900</u> | <u>55,186</u> |
| Long-term debt, net debt discounts | 886 | 2,368 |
| Operating lease liabilities | 5,390 | 5,733 |
| Asset retirement obligations | 21,428 | 21,381 |
| Deferred tax liabilities | 77 | 77 |
| Total liabilities | <u>86,681</u> | <u>84,745</u> |
| Commitments and contingencies | | |
| Stockholders' equity: | | |
| Common stock, \$0.001 par value | 357 | 357 |
| Additional paid-in-capital | 240,793 | 240,767 |
| Retained earnings (deficit) | (60,179) | (61,369) |
| Accumulated other comprehensive loss | (7) | (7) |
| Total stockholders' equity | <u>180,964</u> | <u>179,748</u> |
| Total liabilities and stockholders' | <u>\$ 267,645</u> | <u>\$ 264,493</u> |

HI-CRUSH INC.
Consolidated Income Statement
(In thousands)
(Unaudited)

| | Month Ended |
|--|-------------------------|
| | January 31, 2022 |
| Revenues | \$ 38,728 |
| Cost of goods sold | 32,840 |
| Gross Profit | 5,888 |
| Operating costs and expenses: | |
| General and administrative | 2,418 |
| Depreciation, depletion and amortization | 2,063 |
| Accretion | 239 |
| Restructuring | 17 |
| Other operating (income) expenses, net | (59) |
| Income (loss) from operations | 1,210 |
| Other income (expense): | |
| Interest expense | (20) |
| Income (loss) before income tax | 1,190 |
| Income tax expense (benefit) | - |
| Net Income (loss) | \$ 1,190 |

Reconciliation of Net Income (Loss) to Adjusted EBITDA

| | |
|--|----------|
| Net Income (loss) | \$ 1,190 |
| Interest expense | 20 |
| Depreciation, depletion and amortization | 2,063 |
| Accretion | 239 |
| Restructuring | 17 |
| (Gain)/loss on sale of assets | (60) |
| Stock-based compensation expense | 26 |
| One-time legal costs | 106 |
| Adjusted EBITDA | \$ 3,601 |

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

| | January 31, 2022 |
|--|-------------------------|
| | Month Ended |
| Operating activities: | |
| Net income (loss) | \$ 1,190 |
| Adjustments to reconcile net income (loss) to net cash provided by operating | |
| Depreciation, depletion and amortization | 2,063 |
| Stock-based compensation to directors and employees | 26 |
| Accretion expense | 239 |
| Gain on disposal of property, plant and equipment | (60) |
| Non-cash lease expense | 328 |
| Changes in operating assets and liabilities: | |
| Accounts receivable | (8,544) |
| Inventories | 1,625 |
| Prepaid expenses and other current assets | 606 |
| Accounts payable, accrued liabilities and deferred revenue | 1,342 |
| Net cash provided by operating activities | (1,185) |
| Investing activities: | |
| Capital expenditures for property, plant and equipment | (174) |
| Proceeds from sale of property, plant and equipment | 912 |
| Net cash used in investing activities | 738 |
| Financing activities: | |
| Repayment of notes payable | (837) |
| Net cash used in financing activities | (837) |
| Effects of exchange rate on cash | 1 |
| Net increase (decrease) in cash and restricted cash | (1,283) |
| Cash and restricted cash at beginning of period | 47,630 |
| Cash and restricted cash at end of period | \$ 46,347 |

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

Year to Date as of January 31, 2022

| | Common Stock | | | | | Total Equity |
|----------------------------------|---------------------|------------------|-----------------------------------|------------------------------------|--|---------------------|
| | Shares | Par Value | Additional Paid-In-Capital | Retained Earnings (Deficit) | Accumulated Other Comprehensive Income (Loss) | |
| Balance at December 31, 2021 | 356,827,157 | \$ 357 | \$ 240,767 | \$ (61,369) | \$ (7) | \$ 179,748 |
| Stock-based compensation expense | - | - | 26 | - | - | 26 |
| Net income (loss) | - | - | - | 1,190 | - | 1,190 |
| Balance at January 31, 2022 | <u>356,827,157</u> | <u>\$ 357</u> | <u>\$ 240,793</u> | <u>\$ (60,179)</u> | <u>\$ (7)</u> | <u>\$ 180,964</u> |