

**HI-CRUSH INC.**

Consolidated Financial Statements  
As of and for the period ended May 31, 2023  
(Unaudited)

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

	<u>May 31, 2023</u>	<u>December 31, 2022</u>
<b>Assets</b>		
Current assets:		
Cash	\$ 51,361	\$ 26,855
Restricted cash	8,016	10,559
Accounts receivable, net	101,609	92,209
Inventories	18,306	17,628
Prepaid expenses and other current assets	6,631	9,034
Total current assets	<u>185,923</u>	<u>156,285</u>
Property, plant and equipment, net	156,211	142,803
Operating lease right-of-use assets	25,567	24,948
Intangible assets, net	3,629	4,619
Other assets	172	146
Total assets	<u>\$ 371,502</u>	<u>\$ 328,801</u>
<b>Liabilities and Stockholders' Equity</b>		
Current liabilities:		
Accounts payable	\$ 39,665	\$ 44,930
Accrued and other current liabilities	25,476	21,563
Current portion of deferred revenues	9,307	666
Current portion of long-term debt	2,435	2,943
Current portion of operating lease liabilities	14,020	11,821
Total current liabilities	<u>90,903</u>	<u>81,923</u>
Long-term debt	1,267	849
Operating lease liabilities	11,574	13,151
Asset retirement obligations	16,341	15,759
Deferred tax liabilities	240	240
Total liabilities	<u>120,325</u>	<u>111,922</u>
Commitments and contingencies		
Stockholders' equity:		
Common stock, \$0.001 par value	-	-
Additional paid-in-capital	282,791	282,668
Retained earnings (deficit)	(31,614)	(65,789)
Total stockholders' equity	<u>251,177</u>	<u>216,879</u>
Total liabilities and stockholders' equity	<u>\$ 371,502</u>	<u>\$ 328,801</u>

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

	<b>Month Ended</b>	<b>Year to Date</b>
	<b>May 31, 2023</b>	<b>May 31, 2023</b>
Revenues	\$ 67,998	\$ 318,671
Cost of goods sold	46,013	223,236
Gross Profit	21,985	95,435
Operating costs and expenses:		
General and administrative	2,730	12,731
Depreciation, depletion and amortization	2,239	12,481
Accretion	121	694
Other operating (income) expenses, net	(79)	(322)
Income (loss) from operations	16,974	69,851
Other income (expense):		
Interest income (expense)	44	200
Income (loss) before income tax	17,018	70,051
Income tax expense (benefit)	-	876
Net Income (loss)	\$ 17,018	\$ 69,175

**Reconciliation of Net Income (Loss) to Adjusted EBITDA**

Net Income (loss)	\$ 17,018	\$ 69,175
Interest (income) expense	(44)	(200)
Income tax expense (benefit)	-	876
Depreciation, depletion and amortization	2,239	12,481
Accretion	121	694
Restructuring	4	18
(Gain) loss on sale of assets	(92)	(88)
Stock-based compensation expense	25	123
One-time legal professional fees	49	353
Adjusted EBITDA	\$ 19,320	\$ 83,432

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

	<b>May 31, 2023</b>	
	<b>Month Ended</b>	<b>Year to Date</b>
<b>Operating activities:</b>		
Net income (loss)	\$ 17,018	\$ 69,175
Adjustments to reconcile net income (loss) to net cash provided by operating		
Depreciation, depletion and amortization	2,239	12,481
Stock-based compensation	25	123
Accretion expense	121	694
Gain on disposal of property, plant and equipment	(92)	(88)
Non-cash lease expense	1,179	5,517
Changes in operating assets and liabilities:		
Accounts receivable	5,326	(9,400)
Inventories	(1,623)	(958)
Prepaid expenses and other current assets	477	2,379
Accounts payable, accrued liabilities and deferred revenue	3,651	(249)
Net cash provided by operating activities	<u>28,321</u>	<u>79,674</u>
<b>Investing activities:</b>		
Capital expenditures for property, plant and equipment	(5,970)	(19,690)
Proceeds from sale of property, plant and equipment	120	353
Net cash used in investing activities	<u>(5,850)</u>	<u>(19,337)</u>
<b>Financing activities:</b>		
Repayment of notes payable	(592)	(4,087)
Dividends paid	(3,199)	(34,287)
Net cash used in financing activities	<u>(3,791)</u>	<u>(38,374)</u>
Net increase (decrease) in cash and restricted cash	<u>18,680</u>	<u>21,963</u>
Cash and restricted cash at beginning of period	<u>40,697</u>	<u>37,414</u>
Cash and restricted cash at end of period	<u>\$ 59,377</u>	<u>\$ 59,377</u>

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

	Common Stock		Additional Paid-In- Capital	Retained Earnings (Deficit)	Total Equity
	Shares	Par Value			
Balance at December 31, 2022	7,185	\$ -	\$ 282,668	\$ (65,789)	\$ 216,879
Dividends	-	-	-	(35,000)	(35,000)
Stock-based compensation expense	-	-	123	-	123
Net income (loss)	-	-	-	69,175	69,175
Balance at May 31, 2023	7,185	\$ -	\$ 282,791	\$ (31,614)	\$ 251,177