

**CONTURA ENERGY, INC. AND SUBSIDIARIES**  
**ADJUSTED EBITDA RECONCILIATION**  
(Amounts in thousands)

	Three Months Ended			Nine Months Ended	
	June 30, 2019	September 30, 2019	September 30, 2018	September 30, 2019	September 30, 2018
Net income (loss) from continuing operations	\$ 24,300	\$ (43,561)	\$ 14,011	\$ (11,271)	\$ 146,953
Interest expense	16,077	18,847	8,554	50,079	26,538
Interest income	(1,885)	(1,763)	(507)	(5,584)	(829)
Income tax (benefit) expense	(1,000)	(3,102)	12	(8,880)	133
Depreciation, depletion and amortization	62,814	60,842	11,141	184,927	33,951
Merger related costs	156	68	1,181	1,055	5,064
Management restructuring costs <sup>(1)</sup>	—	—	—	—	2,659
Non-cash stock compensation expense	(546)	2,738	1,885	7,463	8,240
Mark-to-market adjustment - acquisition-related obligations	1,014	(3,238)	—	(288)	—
Gain on settlement of acquisition-related obligations	—	—	(118)	—	(410)
Gain on sale of disposal group <sup>(2)</sup>	—	—	—	—	(16,386)
Accretion on asset retirement obligations	6,847	6,846	1,489	19,925	5,545
Loss on modification and extinguishment of debt	26,459	—	—	26,459	—
Asset impairment <sup>(3)</sup>	5,826	32	—	5,858	—
Cost impact of coal inventory fair value adjustment <sup>(4)</sup>	1,033	—	—	8,209	—
Gain on assets acquired in an exchange transaction <sup>(5)</sup>	—	—	—	(9,083)	—
Amortization of acquired intangibles, net	(343)	2,314	1,158	(4,712)	12,468
Adjusted EBITDA	<u>\$ 140,752</u>	<u>\$ 40,023</u>	<u>\$ 38,806</u>	<u>\$ 264,157</u>	<u>\$ 223,926</u>

<sup>(1)</sup> Management restructuring costs are related to severance expense associated with senior management changes in the nine months ended September 30, 2018.

<sup>(2)</sup> During the nine months ended September 30, 2018, the Company recorded a gain on disposal of assets of \$16,386 to the Company's CAPP - Met segment within other expenses (income) in the Condensed Consolidated Statements of Operations.

<sup>(3)</sup> Asset impairment primarily related to the write-off of prepaid purchased coal from Blackjewel as result of Blackjewel's Chapter 11 bankruptcy filing on July 1, 2019.

<sup>(4)</sup> The cost impact of the coal inventory fair value adjustment as a result of the Alpha Merger was completed during the three months ended June 30, 2019.

<sup>(5)</sup> During the nine months ended September 30, 2019, the Company entered into an exchange transaction which primarily included the release of the PRB overriding royalty interest owed to the Company in exchange for met coal reserves which resulted in a gain of \$9,083.